STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT



OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

October 3, 1988

GARREY CARRUTHERS

POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88241-1980 (505) 393-6161

Sun Exploration & Production Company P.O. Box 1861 Midland, TX 79702

Attn: Dee Ann Kemp

Re: Recompletion Mid-America State #3-G Section 2, T19S, R34E

Gentlemen:

We are returning Form C-103 covering your proposal to recomplete the above-referenced well from the Wolfcamp to the Bone Spring. Please resubmit this intention on Form C-101 (Intention to Drill, Deepen or Plugback) along with an acreage dedication plat, Form C-102, outlining 80 acres since a Bone Spring completion will come under the Scharb-Bone Spring Pool which has special rules.

The location of this well (1980/N and 1650/E) is unorthodox for the Scharb-Bone Spring Pool and should you complete the well as a producer from the Bone Spring it will require approval of the unorthodox location before the well can be produced.

If you have further questions, please contact Evelyn Downs at (505) 393-6161.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton Supervisor, District I

JS/ed