



ARCO Permian
Operations
Lea County, NM
Hobbs, NM 88240

Lea County, New Mexico Area

Well Files

September 29, 2000

Mr. Chris Williams
New Mexico Oil Conservation Division
1625 N. French Drive
Hobbs, NM 88240

Dear Chris:

This letter will serve as confirmation that ARCO Permian temporarily commingled the gas production from our J.H. Williams #1, located in Unit Letter O, Sec. 34, T19S, R37E, Lea County, NM effective August 26, 2000. Verbal permission was granted from Chris Williams of the District I office of the New Mexico Oil Conservation Commission to perform the following temporary connection.

On August 26, 2000, ARCO was advised from Dynegy Midstream Services, L.L.C., that gas sales from their meter #11800901 would be temporarily shut in due to the El Paso Field Services pipeline explosion near Carlsbad, NM. After receiving OCD permission, the Monument Tubb gas from the #1 well was connected to Sid Richardson meter #59877. The Sid Richardson meter is a sales point for the Monument Tubb and the Northwest Skaggs Drinkard production from the J.H. Williams #2 well located in Unit Letter P, Sec. 34, T19S, R37E, Lea County, New Mexico. The J.H. Williams #1 Monument Tubb production was measured separated from the #2 downhole commingled gas production.

The temporary connection was for the period of August 26, 2000 through September 30, 2000. Should you have any questions regarding this confirmation please do not hesitate to contact me at (505) 394-1602.

Sincerely,

Robert L. Manthei

Robert L. Manthei
Operations Supervisor

RM/kdm