

North American Petroleum Division
Permian District
Post Office Box 1000
Midland, Texas 79701
Telephone 915 682 284



August 29, 1975

Mr. Joe D. Ramey
New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico

Re: State 157-D
Simultaneous Dedication of Acreage
Eumont Gas Pool
Lea County, New Mexico
South/2 Section 12, T-22S, R-36E

Dear Mr. Ramey:

Atlantic Richfield Company requests administrative approval to simultaneously dedicate the South/2 of Section 12, Township 22 South, Range 36 East, to the State 157-D No. 4 and No. 7 wells for Eumont gas production. We intend to abandon the Arrowhead Grayburg zone in the No. 4 well and recomplete to the Eumont Gas Zone. The No. 7 well is currently a Eumont Gas producer in a marginal 320-acre non-standard Eumont Gas Proration Unit composed of the acreage described above. The existing proration unit was established by the New Mexico Oil Conservation Commission per Administrative Order NSP-526, dated September 23, 1960. The unorthodox location of the No. 7 well was approved per Administrative Order NSL-227, dated September 22, 1960. This application qualifies for administrative approval under New Mexico Oil Conservation Commission Statewide Rule No. 104DII, and your consideration and approval is requested.

The well is located at an orthodox Arrowhead Grayburg location and qualifies for administrative approval of location which has been applied for under separate cover. Approval of this application is in the interest of conservation, will protect correlative rights, prevent economic waste, and allow for more complete recovery of Eumont gas reserves.

Attached is a map showing offset operators, a well location and dedication plat, and a list of offset operators. In addition, offset operators have been notified of and provided with this application as required by Statewide Rule No. 104.

Very truly yours,

J. L. Tweed
J. L. Tweed

ICS/agg