ARCO Oil and Gas company Central District Post Office Box 1610 Midland, Texas 79702 Telephone 915 688 5200



August 29, 1988

Mr. William J. LeMay New Mexico Oil Conservation Division P.O. Box 2088 Santa Fe, New Mexico 87501

RE: Application for Non-Standard Proration Unit McDonald State WN No. 11, 27, 28, and 31 Multiple-Well Unit, Section 14, T22S, R36E, Lea Co. Jalmat Gas Pool

Dear Mr. LeMay:

ARCO Oil and Gas Company respectfully requests administrative approval to form a non-standard 640-acre multiple well gas proration unit consisting of ALL of Section 14, T22S, R36E as per the provisions of Rule 2 (a) 4 of Division Order No. R-8170, as ammended. The attached Forms C-102 identify both the current and the proposed acreage dedication.

ARCO Oil and Gas Company believes approval of this request will be in the interest of conservation, will protect correlative rights, and will allow for a more complete recovery of Jalmat gas reserves from the subject acreage.

ARCO Oil and Gas Company is notifying the offset operators of this application by certified mail. Copies of the return receipts will be forwarded to you when they are received. If you need further information, please call me at (915) 688-5546.

Thank you for your consideration.

Cindy W] Ellis Senior Engineer

CWE:kg

Attachments