

ARCO Permian 600 N Marienfeld Midland TX 79701 Post Office Box 1610 Midland TX 79702 Telephone 915 688 5200

January 10, 1995

Mr. J. T. Sexton New Mexico Oil Conservation Division P. O. Box 1980 Hobbs, New Mexico 88240

RE: W. C. Roach Lease

Eumont Gas Proration Unit

W/2 Section 21-T20S-R37E, Lea County

Dear Mr. Sexton:

ARCO Permian is writing to inform you that it intends to drill the W. C. Roach #8 (located 990' FSL and 785' FWL of Section 21, T-20S, R-37E, Lea County, New Mexico) into the Eumont Gas Pool and produce it from an existing Eumont proration unit, which consists of the W/2 of Section 21. The W. C. Roach #8 is in a standard location for this proration unit. The W. C. Roach #5, #6, and #7 are also currently active in this proration unit.

Attached are C-102 forms identifying the W. C. Roach #5, #6, #7, and #8, and the Eumont gas proration unit. If you need further information, please call me at (915) 688-5446.

Sincerely,

David K. Newell

Senior Operations/Analytical Engineer

cc: B. Manthei - HOO

Attachments