

October 31, 1995

Attn:

Mr. William J. LeMay NMOCD PO Box 2088 Santa Fe, NM 87501

Mr. J. T. Sexton NMOCD PO Box 1980 Hobbs, NM 88240

RE: Application for Simultaneous Dedication (King "C" #'s 1 & 5) and Unorthodox Gas Well Location (King "C" #1) Jalmat Tansill Yates Seven Rivers Queen (Pro Gas)
King "C" #5 located UL A, Section 1, Township 23S, Range 36E King "C" #1 located UL G, Section 1, Township 23S, Range 36E Lea County, New Mexico

Dear Mr. LeMay and Mr. Sexton:

Texaco Exploration and Production Inc. respectfully requests administrative approval to simultaneously dedicate Jalmat production from the King "C" #1 and the King "C" #5 wells on the NE/4 of section 1, tws. 23S, rng. 36E (160 acres). Also requested is administrative approval for an unorthodox well location for the King "C" #1, located at ul G, section 1, tws. 23S, rng. 36E.

At this time, the King "C" #5 is completed in the Langlie Mattix interval. Texaco intends to plug back uphole from the Langlie Mattix and recomplete to the Jalmat gas zone. This change in status from oil producer in the Langlie Mattix zone to gas producer in the Jalmat zone necessitates the underlying 160 acres be simultaneously dedicated to both producers.

Attached is NMOCD form C102 identifying the proposed situation on the subject 160 acre proration unit. Also attached is a list of offset operators and/or co-owners for this unit.

Texaco 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.

Texaco has notified offset operators of this application by copy of this application package sent by certified mail. If you need further information concerning this matter, please contact me at (505) 397-0426. Thank you for your consideration of this proposal.

Sincerely.

Darrell J. Carriger Engineer Assistant

djc Attachments

cc: Offset operators