



December 2, 1996

Mr. Michael Stogner  
New Mexico Oil Conservation Division  
2040 South Pacheco  
Santa Fe, New Mexico 87505

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

REF: NSP-1655  
Application for Unorthodox Jalmat Gas Well Location & Simultaneous Dedication  
G. W. Toby WN Gas Com #7  
SE/4 of Section 12-T24S-R36E, Lea County, New Mexico  
N/2 NE/4 and SW/4 NE/4 of Section 13-T24S-R36E, Lea County, New Mexico  
Jalmat (Tansill/Yates/Seven Rivers) Gas Pool

Dear Mr. Stogner/Mr. Sexton:

ARCO Permian respectfully requests administrative approval for an unorthodox Jalmat gas well location for the G. W. Toby WN Gas Com #7 well to be located 1980' FNL, 1980' FEL, Section 13, T24S, R36E in Lea County, New Mexico. The G. W. Toby WN Gas Com #7 is currently a Langlie Mattix oil well which ARCO is preparing to recomplete uphole to the Jalmat pool. At the same time, ARCO requests simultaneous dedication of the Jalmat gas production from the G. W. Toby WN Gas Com #2 and #4 wells with the Jalmat gas production from the G. W. Toby WN Gas Com #7 well. The G. W. Toby WN Gas Com #2 and #4 are Jalmat gas wells currently dedicated to an existing 280-acre proration unit (NSP-1655).

Attached are C-102 forms identifying the G. W. Toby WN Gas Com #2, #4, and #7, and the 280-acre Jalmat gas proration unit. Also attached is a list of offset operators for this unit, and a land plat map of the surrounding area.

ARCO Permian 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 Eumont gas reserves from the subject acreage.

ARCO Permian has notified the offset operators of this application by sending a copy of this application package, along with waiver to objection forms, by certified mail. Attached are copies of the return receipts from this mailing. If you need further information, please call me at (915) 688-5446.

Sincerely,

David K. Newell  
Senior Operations/Analytical Engineer

Attachments