ARCO Oil and Gas Company Western District Post Office Box 1610 Midland, TX 79702 Telephone (915) 688-52:00



February 4, 1993

Mr. Michael E. Stogner
New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

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

REF: NSP 704

Jalmat Gas Proration Unit

Jim Camp WN Lease

Dear Mr. Stogner:

ARCO Oil and Gas Company is writing to inform you that it intends to recomplete the Jim Camp WN Well #3 (located 1980' FSL and 660' FWL of Section 6, T-24S, R-37E, Lea County, New Mexico) into the Jalmat Gas Pool and produce it from an existing Jalmat gas proration unit, which consists of the SW/4 NW/4 and W/2 SW/4 of Section 6. This proration unit was approved by Division Order NSP 704 for the Jim Camp WN Well #2 The Jalmat zone of the Jim Camp WN Well #2 was abandoned in January 1990. The Jim Camp WN Well #3, which is scheduled for recompletion into the Jalmat Gas Pool from the Langlie Mattix Oil Pool, is in a standard location for this proration unit.

Attached is a C-102 form identifying the Jim Camp WN Well #3 and the Jalmat gas proration unit. If you need further information, please call me at (915) 688-5446.

Sincerely

David K. Newell

Senior Operations/Analytical Engineer

DKN:lrh

Attachment