

Midland Division Exploration Production Conoco Inc. 10 Desta Drive, Suite 100W Midland, TX 79705-4500 (915) 686-5400

January 3, 1995

Michael E. Stogner Oil Conservation Division 2040 S. Pacheco Santa Fe, New Mexico 87504

RE: Application for Administrative Approval of a 120-acre Non-Standard Proration Unit for Conoco's Proposed Cooper & No. 2 Jalmat Gas Well Consisting of the N/2 SW/4, SE/4 SW/4 Sec. 8, T-21S, R-37E, Lea County, New Mexico

Dear Mr. Stogner:

EXHIBIT A is a plat showing Conoco's 120-acre Cooper 8 lease which is a Fee lease. There is, currently, no Jalmat producer on this lease and Conoco is proposing to drill the Cooper 8 No. 2 to be located at 860' FSL & 1980' FWL to recover Jalmat gas reserves beneath this lease.

Since Conoco only operates these 120 acres in Section 8, a NSPU will be required to produce these reserves. The proposed well will be a standard location for this size NSPU. EXHIBIT B is a copy of the Acreage Dedication Plat (C-102) for the well. If there any further questions concerning this application, please contact me at (915) 686-6548.

Very truly yours,

Jerry W. Hoover Sr. Conservation Coordinator

cc: Hobbs District OCD Office