

STATE OF NEW MEXICO

## ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE September 17, 1984

TONEY ANAYA GOVERNOR

POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88240 (505) 393-6161

H. L. Brown, Jr. P. O. Box 2237 Midland, Texas 79702

Gentlemen:

Attached are approved copies of Form C-105 for your State UTP Well No. 3 located in Unit P of Section 16, T-15-S, R-32-E.

We concur that this well appears to be an oil well with a high gas-oil ratio. Since it offsets the Feather Morrow Oil Pool, however, it will be considered as a development well for that pool rather than as a wildcat as shown on Form C-105. It will, of course, be necessary to submit Form C-104 requesting an allowable before sales are made from the well.

Since the wells in this pool seem to be increasing in gas-oil ratio, you may want to consider the possibility of going to hearing to obtain an increased gas-oil ratio limit for the pool.

Yours very truly,

OIL CONSERVATION DIVISION

Jerry Sexton Supervisor, District 1

mc Attach.