



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

GARREY CARRUTHERS
GOVERNOR

June 11, 1987

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

Exxon Company, USA
P.O. Box 1600
Midland, TX 79702-1600

Attn: Mr. Stephen Johnson

Re: Eumont Gas Com No. 3 Well #2-G
Section 35, T20S, R36E

Gentlemen:

We have received a request from Mr. David A. Murray that the above-referenced well be reclassified from gas to oil as indicated by a recent gas/oil ratio test.

This well shares a 160-acre proration unit (NE/4 Sec. 35) with #1-A. Revised acreage dedication plats were submitted for both wells along with a request that the oil well completion, #2-G, be renamed the Fopeano Federal A/C-2 #7. In order that the oil well completion be renamed it will be necessary for you to submit Form C-104 requesting the lease name and well number be changed. Also, if the reclassification from gas to oil causes a gas transporter change, please so indicate on the C-104.

To complete the implementation of this change, it will be necessary for you to submit a letter to our Santa Fe office requesting the reduction of this 160-acre proration unit to 120 acres due to the reclassification of well #2-G to oil.

Please advise if the gas well #1-A will be separately metered.

When we receive the C-104 covering the above changes, and a copy of your letter requesting the reduction of the NSP to 120 acres, an oil allowable will be assigned to well in Unit G.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton
Supervisor, District I

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