



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OFFICE OF THE SECRETARY
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-8950

Jennifer A. Salisbury
CABINET SECRETARY

October 29, 1996

Marathon Oil Company
ATT: Kelly Cook
P. O. Box 2409
Hobbs, NM 88240

RE: Reclassification of Well
J. L. Muncy, #2-K
Sec. 24-T22S-R37E
Blinebry Oil & Gas Pool

Gentlemen:

According to the recently submitted scheduled Gas-Oil-Ratio Test the above referenced well will be reclassified from a prorated gas well to an oil well in the Blinebry Oil & Gas Pool effective January 1, 1997, and the gas allowable cancelled effective that date.

If for some reason you feel this test does not reflect the proper classification of this well, please submit another test for our consideration by November 12, 1996.

If the well is to be reclassified to an oil well in the Blinebry Oil & Gas Pool, please submit the following:

- 1.) Revised Form C-102 outlining acreage to be dedicated to the Blinebry oil well.
- 2.) Form C-104 showing reclassification from gas to oil and designating transporters of oil and casinghead gas.

If you have questions concerning the above, please contact Nelda Morgan at (505) 393-6161.

Very truly yours,

OIL CONSERVATION DIVISION


Jerry Sexton
Supervisor, District I

JS:nm

Reclass to Oil
12/13/96