



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

BRUCE KING
GOVERNOR

LARRY KEHOE
SECRETARY

June 19, 1980

P.O. DRAWER DD
ARTESIA, NEW MEXICO 88210
(505) 748-4881
748-1283

Kenai Oil & Gas Inc.
Suite 1001 Petroleum Bldg.
Midland, Texas 79701

Re: Gulf State
#1-K-36-18-27
Eddy County, NM

Gentlemen:

We are returning the enclosed Form C-105 on the subject well for additional information. Please complete by filling in the Formation Record from surface to total depth and submit Form C-103 showing a complete breakdown of the perforations. Further, you have perforated a zone in the Seven Rivers Formation and this is not allowed in the Artesia Pool.

The Seven Rivers Perfs must be squeezed off or have a hearing for downhole commingling. In the meantime, the well is to be shut down.

If you have any questions concerning this matter, please feel free to call upon me.

Sincerely,

W. A. Gressett
Supervisor, District II

WAG:gc

Enclosure

*7-9-80 - [unclear] [unclear]
[unclear] [unclear] as per [unclear]*