

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

GARREY CARRUTHERS

August 15, 1990

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

Texaco Producing Inc. P.O. Box 730 Hobbs, NM 88240

Attn: James Head

Re:

New Mexico C State NCT-6 #2-P Sec. 6, T19S, R37E

New Mexico C State NCT-6 #1 \$\ Sec. 6, T19S, R37E

Gentlemen:

We have this date assigned an oil allowable to the New Mexico C State NCT-6 Well #2-P in the Eumont (oil) Pool. This well was proposed as an infill gas well on an established 324 acre gas proration unit, but due to the low GOR it is classified as an oil well; thereby making it necessary for you to make application for the reduction of NSP-85 by the deletion of the 40 acres now dedicated to the #2 oil completion.

The acreage dedicated to the #1 gas well is hereby being reduced and you will have 60 days in which to get the revised NSP approved.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton Supervisor, District I

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