



GARREY CARRUTHERS
GOVERNOR

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

July 22, 1989

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

Penroc Oil Corporation
P.O. Box 5790
Hobbs, NM 88241

Re: Reclassification of Well
Sinclair State #2-H
Section 32, T20S, R36E
Eumont Pool

Dear Merch:

Due to the recently submitted gas/oil ratio test for the above-referenced well, it will be reclassified from gas to oil in the Eumont Pool effective September 1, 1989, and the gas allowable cancelled effective that date.

As discussed this date, you will submit another test since in your opinion this well should remain gas.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton
Supervisor, District I

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Submitted new test - remain gas