FAX NO. 15053930720



NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OFFICE OF THE SECRETARY 2040 South Pasheco Streat Banta Fe, New Maxics 87505 (504) 827-8860

Jennifer A. Salisbury CABINET SECRETARY

March 22, 1999

Titan Resources I, Inc. ATT: Shirley Melton 500 West Texas - Suite 500 Midland, TX 79701

RE: Reclassification of Well E. O. Carson, #19-L Sec. 28-T21S-R37E Blinebry Oil & Gas Pool

Gentlemen:

According to the recently submitted Gas-Oil-Ratio Test dated 9-5-98, the above-referenced well will be reclassified from a prorated gas well to an oil well in the Blinebry Oil & Gas Pool effective May 1, 1999, 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 April 5 1999.

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, acreage dedication plat, outlining 40 acres for this oil well completion.
- 2.) Form C-104 showing reclassification from gas to oil effective May 1, 1999, and designating change of transporters to oil and casinghead gas.

If you have questions, concerning the above, please contact Nelda Morgan at (505) 393-6161 Ext. 101.

Very truly yours, OIL CONSERVATION DIVISION

Chris Williams

Supervisor, District I CW:nm