



August 29, 1978

Energy and Minerals Department
Oil Conservation Commission
P. O. Box 1980
Hobbs, New Mexico 88240

Attn: Mr. Jerry Sexton - Supervisor and
Oil & Gas Inspector, District I

Re: McDonald WN State #26 Jalmat Gas
Unit Letter D, Sec 24-22-36

Dear Sir:

The above referenced well was reported on Gas-Oil Ratio Scheduled Test Form C-116 as producing 1 BO, 88 MCFG, GOR 88,000:1, thus re-classify the well from gas well to oil well status. This test was in error. The well actually produces above the 100,000:1 GOR rate. Below is a list of test conducted on the well since January 1, 1978 to substantiate the gas rate.

<u>Test Date</u>	<u>Oil</u>	<u>Gas</u>	<u>GOR</u>
1-7-78	1 BO	147 MCF	147,000:1
2-3-78	1 BO	134 MCF	134,000:1
3-3-78	1 BO	142 MCF	142,000:1
4-3-78	1 BO	142 MCF	142,000:1
5-2-78	1 BO	155 MCF	155,000:1
6-2-78	1 BO	176 MCF	176,000:1
7-7-78	1 BO	182 MCF	182,000:1
8-4-78	1 BO	189 MCF	189,000:1
8-28-78	3/4 BO	103 MCF	137,333:1 (copy attached)

Actually this well produces three fourths barrel of oil per day, which if this rate was not rounded to nearest whole barrel oil would increase the gas rate above the GOR as shown above.