



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

BRUCE KING
GOVERNOR

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

April 13, 1994

James L. Evans
P O Box 1029
Eunice, NM 88231

RE: Gulf State
#1-V, Sec.1,T-21S,R-35E

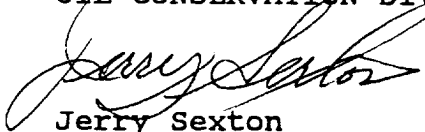
Gentlemen:

I have approved the Packer Leakage Test on the Gulf State, but it appears that you may have a small leak in your tubing. Your production is at a small volume that you may want to consider pulling your tubing and packer and producing this as a single completion on a 40 acre unit as an oil well.

If you have any questions on this matter, please call the District I office (505) 393-6161.

Yours very truly,

OIL CONSERVATION DIVISION


Jerry Sexton
District I, Supervisor

JS:dp

