OFFICE OF THE SECRETARY 2040 South Pacheco Street Santa Fe, New Mexico 27505 (805) 827-8950

Jennifer A. Salisbury CABINET SECRETARY

October 20, 1997

Chevron USA Inc. ATT: Felix Trevino P. O. Box 1949 Eunice, NM 88231-1949

Reclassification of Well H. C. Collins, #4-K Sec. 14-T21S-R36E Eumont Yates SR-QU Pool

Gentlemen:

According to the recently submitted Gas-Oil-Ratio Test dated 2-11-97, the above referenced well will be reclassified from a prorated gas well to an oil well in the Eumont Yates Seven Rivers Queen Pool effective January 1, 1998, 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 November 3, 1997.

If the well is to be reclassified to an oil well in the Eumont Yates Seven Queen Pool, please submit the following:

- Revised Form C-102, acreage dedication plat, outlining 40 acres for this oil well completion.
- Form C-104 showing reclassification from gas to oil effective January 1, 1998, 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.

Very truly yours,

OIL CONSERVATION DIVISION

Supervisor, District I

CW:nm

11-10-97 Namains Das