

NEW MEXICC LINERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OFFICE OF THE SECRETARY 2040 South Pachaca Streat Santa Fe, New Mexico 87503 (505) 827-8350

Jennifer A. Salisbury CABINET SECRETARY

September 23, 1998

Texaco Exploration & Production Inc. ATT: Patsi Humphrey 205 East Bender Hobbs, NM 88240

ATT: Denise Leake

RE: Reclassification of Well J. K. Rector, #2-P Sec. 30-T21S-R36E Eumont Yates SR-QU Pool

Gentlemen:

The annual Gas-Oil-Ratio Test for the above-referenced well indicated this well should be reclassified from an oil well to a gas well in the Eumont Pool, with the oil allowable being cancelled effective January 1, 199β .

If this test does not reflect the proper classification of this well, please submit another test for our consideration by October 20, 1998.

If the well is to be reclassified from oil to gas you will need to submit the following:

- 1.) Form C-102 acreage dedication plat for the well, outlining a standard 640 acres proration unit or application for a NSP.
- 2.) Form C-104 showing reclassification from oil to gas effective January 1, 1999, indicating transporters of condensate and dry gas for this well.
- 3.) Indicate if gas well gas is separately metered.

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

Very truly yours,

CONSERVATION DIVISION

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Chris Williams ${}^{N}\mathcal{M}$ Supervisor, District I H-Marken C

CW:nm