



GARREY CARRUTHERS
GOVERNOR

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

July 18, 1989

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

Citation Oil and Gas Corporation
16800 Greenspoint Park Drive, Suite 300 South Atrium
Houston, TX 77060

Attn: Lee Ann Elsom

Re: Reclassification of Well -- Eumont Pool
State N Well #1-I Sec. 24, T21S, R35E

Gentlemen:

Due to the recently submitted gas/oil ratio test the above-referenced well will be reclassified as a gas well in the Eumont Pool effective September 1, 1989, and the oil allowable cancelled 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 July 26, 1989.

If well is to be reclassified to gas, please file a revised Form C-102, acreage dedication plat, outlining acreage to be dedicated to this gas well. Unless you have 640 acres to dedicate to this well it will be necessary for you to obtain approval from our Santa Fe office of a non-standard proration unit as well as unorthodox location for gas well.

Also, gas well gas must be separately metered and if the transporter changes due to reclassification, please file C-104 so indicating.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton
Supervisor, District I

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