



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

August 2, 1979

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GOVERNOR

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Exxon Corporation
P. O. Box 1600
Midland, Texas 79702

Attention Mr. C. T. Jackson, Unit Head

Gentlemen:

Completion reports submitted for the oil zone in your dually completed New Mexico "G" State Well No. 20 located in Unit M of Section 23, T-21-S, R-36-E, indicate perforations in the Queen and Grayburg formations, and Mr. John Runyan, Geologist in this office, agrees that this is correct, with the lower 10 or 15 feet being in the Grayburg.

This results in the well being perforated in both the Eumont Pool, which produces from the Yates, Seven Rivers and Queen formations, and the Eunice-Monument Pool, which produces from the Grayburg and San Andres formations. Therefore, we will be unable to approve this completion and assign an oil allowable for the well until further action is taken.

There are several options open to you. You may either plug back, squeeze the Grayburg perforations, or possibly obtain approval to downhole commingle the production from the two pools.

Please submit Form C-103 outlining your intent in this regard.

Yours very truly,

OIL CONSERVATION DIVISION

Jerry Sexton
Supervisor, District 1

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