

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

GARREY CARRUTHERS

October 23, 1989

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

Kern Company 3005 North Big Spring Street Midland, TX 79705

Attn: Michael L. Wiberg

Re:

Recompletion

M.L. Goins #4-I

Section 7, T21S, R37E

Gentlemen:

We have approved your intention to plug back and recomplete the above-referenced well in the San Andres formation.

Please let me call your attention to the fact that this location is adjacent to the North Eunice San Andres Gas Pool and should the well be completed as a gas well it will be placed in that pool and will require 160 acre dedication. However, if the completion is oil the Eunice Monument Grayburg San Andres Pool will be extended to include this well.

If you have any questions, please contact Evelyn Downs at (505) 393-6161.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton Supervisor, District I

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