



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO

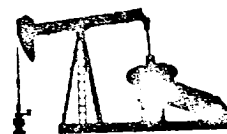
P. O. BOX 1980 - HOBBS

88240

LAND COMMISSIONER

PHIL R. LUCERO

July 22, 1977



STATE GEOLOGIST

EMERY C. ARNOLD

DIRECTOR
JOE D. RAMEY

Dallas McCasland
% Oil Reports & Gas Services
P. O. Box 763
Hobbs, New Mexico

Gentlemen:

The 1977 gas-oil ratio test for your Aztec State Well No. 1 located in Unit M of Section 16, T-23-S, R-36-E, Jalmat Pool, showed 2 barrels of oil and 118 MCF gas, with a ratio of 59,000/1. The following production was reported on Form C-115, however:

	Oil	Gas
January	28 bbls.	3491 MCF
February	9 bbls.	3087 MCF
March	22 bbls.	3338 MCF
April	22 bbls.	3905 MCF
May	19 bbls.	3742 MCF

According to these production figures the well should be classified as a gas well, rather than as an oil well as it now is. Please advise as to the discrepancies in reports, and which is correct.

Yours very truly,

OIL CONSERVATION COMMISSION

Jerry Sexton
Jerry Sexton
Supervisor, District 1

JS/mc