



TONY ANAYA
GOVERNOR

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE
February 12, 1986

50 YEARS



1935 - 1985

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 86240
(505) 393-6161

Grace Petroleum Corporation
P. O. Drawer 2358
Midland, Texas 79702

Attention Mr. Buddy J. Knight

Re: Matkins Well No. 2, Unit 0
Section 15, T-23-S, R-36-E
Jalmat Gas Pool

Dear Mr. Knight:

The subject well was reclassified as a gas well in the Jalmat Pool to have become effective September 1, 1985. A gas allowable has not been assigned, however, since we have not been notified that the 80 acre non-standard proration unit, as applied for by letter dated August 5, 1985, has been approved and that a separate meter has been set. Further, our records indicate that the entire south half of Section 15 is dedicated to the ARCO Oil & Gas Company Matkins Well No. 1.

Please submit Form C-103 indicating present status and future plans for this well, and if you have received approval for the non-standard proration unit, please furnish us with a copy of the letter.

Yours very truly,

OIL CONSERVATION DIVISION

Jerry Sexton
Supervisor, District 1

mc



TONEY ANAYA
GOVERNOR

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

August 1, 1985

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HOBBS, NEW MEXICO 88240
(505) 393-6161

Grace Petroleum Corporation
P. O. Drawer 2358
Midland, Texas 79702

Attention Mr. Buddy J. Knight

Dear Mr. Knight:

We have received Forms C-104 and C-102 in response to our letter of July 16, 1985, regarding the reclassification of your Matkins Well No. 2 located in Unit 0 of Section 15, T-23-S, R-36-E.

Before we can approve the forms and assign a gas allowable in the Jalmat Pool, however, it will be necessary for you to obtain approval for the 80 acre non-standard proration unit shown on Form C-102. Further, the gas must be separately metered, and we must have notification from your gas purchaser that this is being done.

Yours very truly,

OIL CONSERVATION DIVISION

Jerry Sexton
Supervisor, District 1

mc



TONEY ANAYA
GOVERNOR

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

July 16, 1985

50 YEARS



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POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88240
(505) 393-6161

Grace Petroleum Corporation
P. O. Drawer 2358
Midland, Texas 79702

Gentlemen:

Due to the recently submitted gas-oil ratio test for your Matkins Well No. 2 located in Unit 0 of Section 15, T-23-S, R-36-E, Lea County, New Mexico, it will be reclassified as a gas well in the Jalmat Gas Pool effective September 1, 1985, and the oil allowable will be cancelled that date.

Please advise this office when you have complied with the provisions of Division Order No. R-1670 governing gas wells in the Jalmat Pool in order that a gas allowable can be assigned.

Yours very truly,

OIL CONSERVATION DIVISION

Jerry Sexton
Supervisor, District 1

mc