



NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OFFICE OF THE SECRETARY
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-5950

Jennifer A. Salisbury
CABINET SECRETARY

March 22, 1999

Chevron USA Inc.
ATT: C. W. Freeman
P. O. Box 1949
Eunice, NM 88231

RE: Reclassification of Well
Drinkard NCT-B #8-N
Sec. 30-T22S-R38E
Blinebry Oil & Gas Pool

Gentlemen:

The annual Gas-Oil-Ratio Test for the above-referenced well indicated this well should be reclassified from an oil well to a gas well in the Blinebry Oil & Gas Pool, with the oil allowable being cancelled effective May 1, 1999.

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 April 5, 1999.

If the well is to be reclassified from oil to gas you will need to submit the following:

- 1.) Form C-102 acreage dedication plat for the well, outlining a standard ~~640~~ ¹⁶⁰ acres proration unit or application for a NSP.
- 2.) Form C-104 showing reclassification from oil to gas effective May 1, 1999, indicating transporters of condensate and dry gas for this well.
- 3.) Indicate if gas well gas is separately metered.

If you have questions concerning the above, please contact Nelda Morgan at (505) 393-6161 Ext. 101.

Very truly yours,
OIL CONSERVATION DIVISION
Chris Williams
Chris Williams
Supervisor, District I
CW:nm