

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

Cross Timbers Operating Co. ATT: Janice Courtney 3000 N. Garfield - Suite 175 Midland, TX 79705

RE: Reclassification of Well Ollie J. Boyd, #7-C Sec. 23-T22S-R37E 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 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

this Williams

Chris Williams Supervisor, District I CW:nm

Hannan Hill Ann and Bally 99