STATE OF NEW MEXICO



## ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

BRUCE KING GOVERNOR May 21, 1991

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

Conoco Inc. 10 Desta Drive West Midland, TX 79705

Attn: Bill Keathley

Re: Reclassification of Wells -- Jalmat Pool Vaughn A-14 #7-N Sec. 14, T24S, R36E Vaughn A-14 #8-E Sec. 14, T24S, R36E

Gentlemen:

According to the recently submitted gas/oil ratio test the above-referenced wells will be reclassified from oil to gas in the Jalmat Pool effective July 1, 1991, and the oil allowable cancelled effective that date.

If for some reason you feel this test does not reflect the proper classification of these wells, please submit another test for our consideration by June 1, 1991.

If these wells are to be reclassified to gas, please furnish this office with revised acreage dedication plats, Form C-102, outlining the acreage to be dedicated to gas wells. Also, if the gas transporter changes due to reclassification, please submit Form C-104 so indicating. Also, gas well gas is required to be separately metered. If you have any questions concerning this, please contact Evelyn Downs at (505) 393-6161.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton Supervisor, District I

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