



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OFFICE OF THE SECRETARY
2040 South Paseo del
Santa Fe, New Mexico 8
(505) 827-5880

Jennifer A. Salisbury
CABINET SECRETARY

September 24, 1998

Mineral Technologies, Inc.
ATT: Linda Gregg
P. O. Box 5823
Midland, TX 79704-5823

Re: Reclassification of Well
Federal, #1-J
Sec. 17-T25S-R37E
Jalmat Tansill Yates SR 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 Jalmat Pool, with the oil allowable being cancelled effective January 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 October 20, 1998.

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 January 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 *yz*
Chris Williams
Supervisor, District I

CW:nm

*Reclass
from Oil to
Gas*