



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OFFICE OF THE SECRETAR
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-8880

Jennifer A. Salisbury
CABINET SECRETARY

December 11, 1997

Gruy Petroleum Management Co.
ATT: R. D. Cronk
P. O. Box 140907
Irving, TX 75014-0907

RE: Reclassification of Well
El Paso Tom Federal, #7-L
Sec. 33-T25S-R37E
Jalmat Tansill Yates SR Pool

Gentlemen:

According to the recently submitted Gas-Oil-Ratio Test dated 4-30-97, the above-referenced well will be reclassified from a prorated gas well to an oil well in the Jalmat Tansill Yates Seven Rivers Pool effective January 1, 1998, and the gas allowable cancelled effective that date.

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 December 29, 1997.

If the well is to be reclassified to an oil well in the Jalmat Tansill Yates Seven Rivers Pool, please submit the following:

- 1.) Revised Form C-102 , acreage dedication plat, outlining 40 acres for this oil well completion.
- 2.) Form C-104 showing reclassification from gas to oil effective January 1, 1998, and designating change of transporters to oil and casinghead gas.

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

Very truly yours,

OIL CONSERVATION DIVISION

Chris Williams
Chris Williams
Supervisor, District I

CW:nm

6-23-98
Remains Gas
per test 4-22-98
[Signature]