

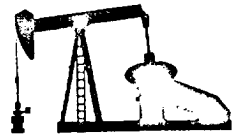


DIRECTOR
JOE D. RAMEY

OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
1000 RIO BRAZOS RD. - AZTEC

87410
LAND COMMISSIONER
PHIL R. LUCERO



STATE GEOLOGIST
EMERY C. ARNOLD

May 26, 1977

Continental Oil Company
Box 460
Hobbs, New Mexico 88240

Attn: Mr. E. L. Oshlo

Dear Mr. Oshlo

Your request of 5-23-77 for deliverability test exemption on your Northeast Haynes lease wells #2 thru #8 has been approved effective this date. When the testing and final comingling has been completed on the NE Haynes #1, it will also be exempt from deliverability tests.

This will be in compliance with Order R-5205-A.

Also, in response to your letter of May 17, 1977 it will be acceptable to use the initial test filed on white forms marked initial and annual as the first of the required 3 year tests on your AXI Apache N #11. We have already processed the Mesaverde side; but have not received the South Blanco P.C. test as of this date.

Yours very truly,

N. E. Maxwell, Jr.
Engineer, Dist. #3

NEM/bk

cc: N.M.O.C.C.
Santa Fe, N.M.

EPNG Co.
Farmington, N.M.