champlin c

22 December, 1976

Oil Conservation Commission State of New Mexico P. O. Drawer DD Artesia, New Mexico 88240

Gentlemen:

As you are aware, a packer leakage test on our State "36" Well No. 1 has not been submitted for 1976. The well is a Morrow and Wolfcamp dual gas well in the East Carlsbad Pool, Eddy County, New Mexico. During the latter part of November, the lower zone (Morrow) ceased flowing. Swabbing did not return the well to production. Presently, a plug has been set in the lower portion of the Morrow tubing and the Wolfcamp is producing. We are studying the Morrow for possible restimulation.

With your permission, we will continue to produce the Wolfcamp and will submit a packer leakage test as soon as the Morrow zone is returned to production.

Yours very truly,

CHAMPLIN PETROLEUM COMPANY

K. W Jewis

K. W. Lewis District Engineer

KWL:bg

RECEIVED

DEC 27 1976

O. C. C. ARTESIA, OFFICE

Champlin Petroleum Company 300 Wilco Building