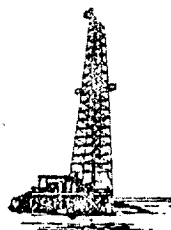


DEPCO, Inc.

Exploration & Production



800 Central
ODESSA, TEXAS 79760

RECEIVED

July 6, 1977

JUL 7 1977

O. C. C.
ARTESIA, OFFICE

New Mexico Oil Conservation Commission
P.O. Drawer DD
Artesia, New Mexico 88210

Attn: Bill Gressett

Re: Conoco State #1
K-15-17-29
Eddy Co., New Mexico

Gentlemen:

In regard to the "Gas Oil Ratio" and "Subsurface Pressure" tests due July 2, 1977 on the above well, please be advised that this well is shut-in awaiting a market for the gas from this reservoir. As soon as such market is obtained and the well returned to production, both tests will be submitted in a timely manner.

Also, water production from this well will be collected in a tank and transported by truck to the DEPCO, Inc. Artesia Unit and disposed of in a suitable and approved disposal system.

Very truly yours,

A handwritten signature in cursive script that reads "D. R. Mason".

D. R. Mason
Chief Clerk

DRM/vp