

Hallwood Petroleum, Inc.

4582 South Ulster Street Parkway · Stanford Place III · Suite 1700 · Post Office Box 378111
Denver, Colorado 80237 (303) 850-7373

September 22, 1997

CERTIFIED MAIL NO. P 212 222 116

Mr. Tim W. Gum
District II Supervisor
State of New Mexico
Oil Conservation Division
Artesia District Office
811 S. First Street
Artesia, New Mexico 88210



RE: State "B" 14 Com #1
P - Section 14-T18S-T28E
Annual Packer Test

Dear Mr. Gum:

Hallwood is in receipt of your July 30, 1997 letter and notification for the annual packer test on the captioned well (copy attached), by October 15, 1997.

Hallwood is currently preparing to submit an application for downhole commingling on this well and would like to formally request a 60-day extension on the packer test requirement, to avoid the expense of a packer test that may not be necessary if our commingling application is approved.

We will forward a copy of the commingling application to your office with the original to Santa Fe in the next 7-10 days.

Thank you very much for your consideration of this extension request. Please contact me at (303) 850-6303 with any questions you might have.

Sincerely,

A handwritten signature in black ink, reading "Kevin E. O'Connell".

Kevin E. O'Connell
Drilling and Production Manager

OK

KEO/je

Attachment

cc: Eva Kardas

Doug Little - Carlsbad

KEO97.067