New Mexico Oil Conservation Division, District if RECEIVED 811 South 1st Street Artesia, N. M. 88210 SEP 1 1 1995 Attn: Mr. Tim Gum

District II Supervisor

OIL CON. DIV.

Re: Gas Well Shut-In Pressure Report Exemption Request DIST. 2 Dow B 33 Federal #2 Unit Letter C, Sec. 33, T-17-5 , R-31-E API 30-015-27675

Mr. Gum:

Texaco Exploration and Production Inc. requests an exemption from the Gas Well Shut-In Pressure Report for 1995 for the above well. This well is currently averaging 55 oil, 6050 MCF, and 30 BWPD. Considering the well's significant gas production, if the twentyfour hour shut-in pressure test is conducted, both TEPI and the State of New Mexico will realize lost revenues. In addition to the lost revenue, there is the possibility of killing the well while it is shut-in for the pressure test. This would mean additional downtime and swabbing costs.

It is understood that if this exemption is approved that it applies only to the Gas Well Shut-In Pressure Report for 1995. It is also understood that if this well is shut-in for any other reason the shut-in pressure test will then be conducted.

If you have any questions concerning this request, please contact Hollis Cox @ 393-3566, Todd Moehlenbrock @ (915) 672-4861, or myself @ 397-0418. Thank you for your assistance in this matter.

Yours very truly,

Florte Calino

Monte C. Duncan Engineer's Assistant

Approved by <u>Jun 10</u> <u>Herm</u> Approval Date <u>9/20/95</u>

/mcd cc: Hollis Cox, TEPI; Todd Moehlenbrock, TEPI Chrono