



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
ARTESIA DISTRICT OFFICE

TONEY ANAYA
GOVERNOR

July 2, 1985

P.O. DRAWER DD
ARTESIA, NEW MEXICO 88210
(505) 748-1283

Gulf Oil Exploration & Production Co.
P.O. Box 670
Hobbs, New Mexico 88240

Re: Fddy IV State
#1-D-36-18-31
Shugart Yates Seven Rivers
Queen Grayburg Pool

Gentlemen:

Regarding your letter of June 26, 1985, please submit a C-104 requesting a testing allowable to move oil from the above captioned lease. The oil must be sold from this lease.

Oil from a state lease cannot be transfered to a federal lease and sold.

A testing allowable will be approved for this, as soon as the C-104 is received.

Sincerely,

A handwritten signature in cursive script, reading "Les A. Clements".

Les A. Clements
Supervisor District II

LAC/mm