

June 18, 2002

State of New Mexico Oil & Gas Conservation Division 1310 West Grand Ave. Artesia, New Mexico 88210



RE: Exemption From Annual Shut-In Pressure Test Requirement Federal 28-1

1980' FNL & 1980' FEL UL-G, Section 28-T21S-R23E API 30-015-10621

Dear Sir or Madam:

Please accept this request for exemption from OCD Rule 402, requiring an annual shut-in pressure test on natural gas wells. The subject well is a flowing well but current reservoir pressure is very low. When shut-in, a fluid level will rise in the wellbore often resulting in a slow and difficult return to prior gas production rates.

Thank you for your consideration of this request.

Sincerely,

Beverly Hoffman

Sr. Proration Analyst