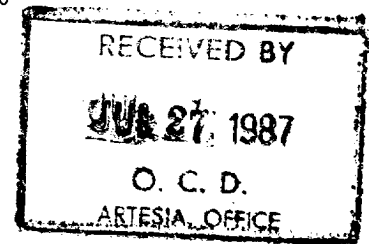




R. Gault III
Division Administrative Manager
Production Department
Hobbs Division
North American Production

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July 23, 1987

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
Artesia District Office
Drawer DD
Artesia, NM 88211-0719

Gentlemen:

Request for Exemption on Annual Shut-In Pressure Tests

Conoco respectfully requests exemptions from shut in pressure tests for the following wells.

<u>Well Name</u>	<u>Formation</u>	<u>Location</u>
Levers Federal No. 1	Springs Upper Penn Gas	Unit E, Sec. 2, T21S, R25E, Eddy County
Federal 34 No. 1	Springs Upper Penn Gas	Unit N, Sec. 34, T20S, R-26E, Eddy County
Federal 34 No. 2	Springs Upper Penn Gas	Unit H, Sec. 34, T20S, R26E, Eddy County

The above referenced wells load up with fluid if shut in for any length of time, resulting in expensive nitrogen procedures to return the wells to producing.

If you need additional information please contact Linda Caperton of this office.

Very truly yours,

LRC:jd
cc: Lee Lehman, Conoco, Hobbs
David Catanach
NMOCD
P. O. Box 2088
Santa Fe, NM 87501