STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT.



July 30, 1987



GARREY CARRUTHERS GOVERNOR

RECEIVED

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-5800

Conoco Inc. P.O. Box 460 Hobbs, New Mexico 88240

AUG 24'87

Attention: Hugh Ingram

O. C. D. ARTESIA, OFFICE

Federal "34" Well No. 1, 960 FSL & 1980 FWL, Unit (N) Re: Section 34, Township 20 South, Range 26 East

Levers Federal Well No. 1, 1594 FNL & 660 FWL, Unit (E) Section 2, Township 21 South, Range 25 East

Dear Sir:

Reference is made to your request dated July 8, 1987 for an increase in the minimum approved flow rate for the above referenced approved hardship gas wells. It is our understanding that the log off tests which were required to be conducted on these wells as per the provisions of R-8425 and R-8427 have been completed and that the results of the tests have been verified by Mr. Mike Williams of the Artesia district office of the Division.

By authority granted me under the provisions of Division Order Nos. R-8425 and R-8427, the minimum flow rates for the above referenced wells are hereby approved as follows:

WELL

MINIMUM APPROVED FLOW RATE

Federal "34" Well No. 1

270 MCFPD

Levers Federal Well No. 1

500 MCFPD

xc: Zase Files: 9079, 9080 OCD-Hobbs