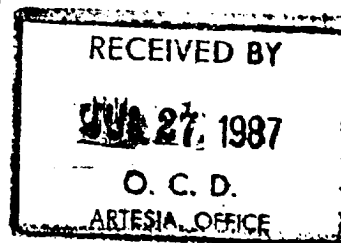




R. Gault III  
Division Administrative Manager  
Production Department  
Hobbs Division  
North American Production

Conoco Inc.  
P.O. Box 460  
726 East Michigan  
Hobbs, NM 88240  
(505) 393-4141



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