June 24, 1974

RECEIVE

Mr. W. A. Gressett New Mexico Oil Conservation Commission P. O. Drawer DD Artesia, New Mexico 88210

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O. D. D.

Exception to O.C.C. Rule 112-A-VIC and Rule 402 Pennzoil's - Mobil "12" Federal No. 1 and

Gulf Federal No. 1

South Carlsbad Morrow and South Carlsbad Atoka Pools

Eddy County, New Mexico

Dear Bill:

This letter is to confirm our telephone conversation today, June 24, 1974 in which you granted permission to delay the running of the annual shut-in pressure test on the Mobil "12" Federal #1 and the Gulf Federal #1, and the annual packer leakage test on the Mobil "12" Federal #1. Both of the required tests will be run in the latter part of October.

This delay is requested so that we may evaluate the performance of these wells while using a compressor to lower the well head pressures.

You will be notified of the time when the test will be run.

Thank you for your attention on this subject, I am,

Yours very truly,

PENNZOIL COMPANY Western Division

0. C. Raney Petroleum Engineer

JCR:tb

cc: N.M.O.C.C.

P. O. Box 2088 Santa Fe, New Mexico 87501

Attention: Mr. A. L. Porter, Jr.