

ADOBE OIL & GAS CORPORATION

601 GHLS TOWER EAST
MIDLAND, TEXAS 79701
915 683-4701

SUBSIDIARIES
ADOBE CORPORATION
ADOBE OIL COMPANY
ADOBE INVESTMENT CORPORATION
ADOBE AFRICA INC.
ADOBE INTERNATIONAL, INC.

July 26, 1974

RECEIVED

JUL 29 1974

O. C. C.
ARTESIA, OFFICE

Mr. Bill Gressett
Oil Conservation Commission
Drawer DD
Artesia, New Mexico 88210

Re: Smith Federal No. 1
Upper & Lower Morrow
Rock Tank Field
Eddy County, New Mexico

Dear Bill:

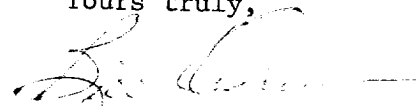
As we discussed by telephone, the above well is averaging approximately 150 Mcf/day from the upper Morrow and is dead in the lower Morrow. We request that the deliverability test and packer leakage test be waived for 1974.

I am attaching the last 28 days records for your information.

We feel that if we shut this well in it would probably not come back even at this low rate. We are looking at the various workover or recompletion possibilities in both of these wells.

Please advise if this is satisfactory.

Yours truly,



Bill Owens
Production Manager

BRO:js

Enclosure

Approved 8-6-74
Test will be required after workover
W. A. Gressett