ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION P. O. BOX 2088 Santa Fe, New Mexico 87501

January 10, 1983

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

Attention: Mark K. Mosley, Division Manager

Administrative Order TX-104

Gentlemen:

Reference is made to your request for an exception to the tubing setting requirements as contained in Division Rule 107(d)(3) for the below-named well.

Pursuant to the authority granted me by Rule 107(d)(4), you are hereby authorized to produce the following well through the casing from a depth of approximately 2400 feet:

Well Name and Number: AXI Apache "F" Well No. 8

Location: SW/4 SW/4 of Sec. 11, Township 23 North, Range 5 West, NMPM, Rio Arriba County

REMARKS: It is our understanding that this well produces no liquids; further, that in the event it should start significant production of liquids, Conoco would run a string of 1 1/4-inch tubing to unload the liquids.

The Division reserves the right to rescind this authority in the event that waste appears to be resulting therefrom.

JOE D. RAMEY, Division Director

JDR/MES/dr

CC: Oil Conservation Division - Aztec
Oil & Gas Engineering Committee - Hobbs
Well File

Mike Stogner

OIL CON. DIV.