



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

July 21, 1993

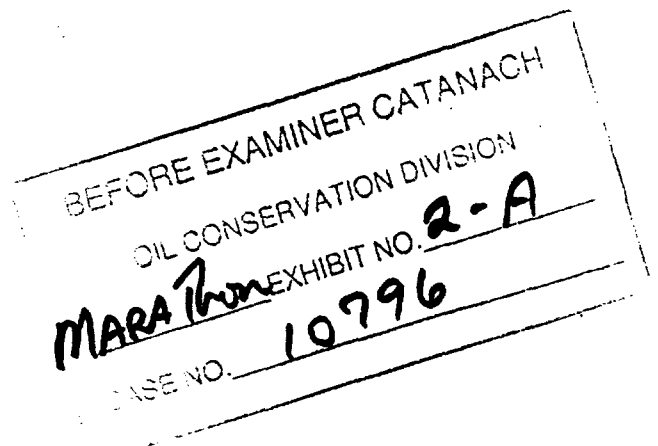
POST OFFICE BOX 2089
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

ANITA LOCKWOOD
CABINET SECRETARY

Manzano Oil Corporation
P. O. Box 2107
Roswell, New Mexico 88202-2107

Attention: Kenneth Barbe, Jr.

Re: Manzano Oil Corporation
Newham "14" Federal No. 2
660' FNL and 1650' FEL
Section 14, T20S, R35E
Lea County, New Mexico



Gentlemen:

Your request to produce the subject well is approved as a testing allowable. You can produce the well to gather data for your hearing scheduled for August 12, 1993 but not beyond that date until an order has been issued in the case. Be advised that the gas produced as a testing allowable may have to be made up as a result of the hearing order.

The testing allowable will be 882 Mcf/D which is 1/3 of the calculated Absolute Open Flow of 2647 Mcf/D. This gas must be produced to a pipeline and cannot be vented.

Prior to producing the well you must submit a new C-102 showing the dedicated acreage and producing formation and obtain an approved C-104 from the OCD Hobbs district office.

At the conclusion of the testing period, you must submit a report to my attention, detailing the gas produced during this testing period.

Sincerely,

William J. LeMay
Director

cc: Robert Unger, Marathon