

Monsanto Oil Company

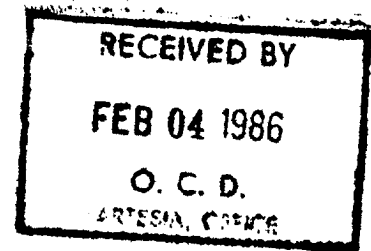
1300 One First City Center
500 West Texas
Midland, Texas 79701
Phone: (915) 683-3306

January 31, 1986

Energy and Minerals Department
Oil Conservation Division
Artesia District Office
PO Drawer DD
Artesia, New Mexico 88210

Attn: Mike Williams

RE: Packer Leakage Test
Lowe State Gas Com. #1
36F-21-23
Eddy County, New Mexico



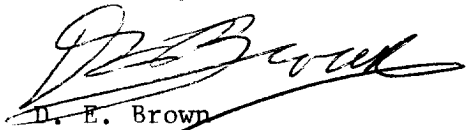
Dear Mr. Williams:

We have received your letter dated January 28, 1986 advising us that a packer leakage test is due. No test was conducted or submitted on this well because it had been shut-in since June, 1985 after the Cisco completion loaded up with water and died. The Morrow completion has not produced since August, 1984.

We plan to drill a replacement well at an unorthodox location and are awaiting a drilling permit which was applied for in a November, 1985 hearing.

Please advise if a packer leakage test is still necessary if both zones are watered out or depleted.

Yours very truly,


D. E. Brown
Regional Production Manager

DEB:JLR:ac