

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION ARTESIA DISTRICT OFFICE

JERRY APODACA GOVERNOR

NICK FRANKLIN SECRETARY P.O. DRAWER DO ARTESIA, NEW MEXICO 88210 (505) 746-4861

July 12, 1978

Energy Reserves Group, Inc. P.O. Box 2437 Midland, TX 79701

Attn: Mr. W.J. Sandidge

Re: Buffalo Valley Com.

#2-H, 35-14-27

Clements Buffalo Valley Com.

#1-D, 1-15-27

Buffalo Valley Penn Pool

Chaves County, NM

Gentlemen:

Your request for an exception to the Shut-In Pressure Test requirement of Commission Rule-402 for the subject wells is hereby approved.

However, if for any reason the wells are shut-in during the year, the tests are to be run and the results reported. This exception is good only for the current year.

Sincerely yours,

W A Gressett

W.A. Gressett

Supervisor, District II.

by Mike Williams

WAG:sm

Xc: Jim Kapteina

Santa Fe, NM