STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION ARTESIA DISTRICT OFFICE

July 29, 1982

P.O. DRAWER DD ARTESIA, NEW MEXICO 88210 (505) 748-1283

BRUCE KING SOVERNOR LARRY KEHOE

> Clements Energy Inc. P.O. Box 7924 Midland, Texas 79703

> > Re: King 35 Com #1-J-25-14-26 Chaves County, New Mexico

Gentlemen:

We hereby acknowledge receipt of the completion reports on the subject well, reporting the tubing setting depth of 4979'.

Division Rule 107 (d) 3 requires the tubing to be set not more than 250' above the top of the pay.

Therefore, prior to producing the well you must lower the tubing to comply with said Rule 107 (d) 3 or apply to our Santa Fe office for an exception to the rule.

If you have any questions concerning this matter, please feel free to call upon me.

Sincerely,

W.a. Gresset

W.A. Gressett Supervisor District II

WAG:mm