MARSHALL Pipe & Supply Company

Producina

J. W. Marshall Dallas, Texas RESIDENCE (214) 239-7284 13423 FORESTWAY DRIVE DALLAS, TEXAS 75240 (214) 239-7284 Fax (214) 991-2731

March 25th, 1996

State of New Mexico Oil Conservation Division P.O. Box 1980 Hoggs, New Mexico 88241-1980

Drilling

Attn: Mr. Jerry Sexton, and/or Nelda Re: J. T. McGee Com 86443, Tule Penn 006582 J. T. McGee Com 001 B-27-02S-29E 30-041-20813

Dear Nelda:

Thank you very much for your telephone call just now regarding the Packer Leakage Test.

Our Speight #1 was a dual producing well - - and when we temporarily abandoned the Tule-Montoya portion of that well, as per our letter of January 7th, 1991 - - your reply dated January 10th, 1991, executed by Jerry Sexton, advised "the above-referenced well is exampt from packer leakage test until such time as the downhole conditions are changed".

We enclose copies of these letters for your review.

We want to do everything you request us to do - - however we wanted to make sure - - as we always set up the Packer Leakage Test in advance with John West Engineering Company - - and as the Speight dual well and the McGee dual well are similar we wanted your ruling on the Packer Leakage Test.

Please give us your ruling - - on the bottom of this letter, or our letter of March 19th, 1996 - - and Fax and mail a copy for our files.

Thanks!

Very truly yours, MARSHALL PIPE & SUPPLY COMPANY

Virginia Lee Johnson vlj encl: Letters regarding Speight Faxed and Mailed

Rec'd 3-28-96

