

Oil Conservation Commission District 1 P. O. Box 1980 Hobbs, New Mexico 88240

Attention: Mr. J. D. Ramey, Supervisor

Re: Sale of Gas from C & K Petroleum, Inc. Shipp #1 Well - O, Section 27, T-16-S R-37-E, Lea County, New Mexico

Gentlemen:

We were advised at the time our March allowable was assigned on the above subject well that we would be required to start selling gas from the property no later than April 1, 1975.

We have been diligently seeking a gas market and we have negotiated the sale of this gas to Tipperrary Corporation. They have advised us that they hope to be taking gas by April 15, 1975, and certainly no later than May 1, 1975. Further Mesa Petroleum is moving a Robinson Brothers Drilling Company rig to a location 1320' south of our Shipp well and they have asked to buy gas from us for drilling purposes.

In light of the above we respectfully request permission to continue production of this well during the month of April 1975.

Yours very truly,

C & K PETROLEUM, INC.

G. C. Tompson / Manager of Production

GCT:gb