

Shell Western E&P Inc.

An affiliate of Shell Oil Company



P.O. Box 576
Houston, TX 77001

April 9, 1993

Mr. Jerry Sexton
State of New Mexico
Energy, Minerals and Natural Resources Department
Oil Conservation Division
P. O. Box 1980
Hobbs, NM 88241-1980

Dear Mr. Sexton:

SUBJECT: SHELL A STATE NO. 7
HOBBS-LOWER BLINEBRY POOL
SECTION 32, T18S, R38E
LEA COUNTY, NEW MEXICO

Please find enclosed Forms C-102, C-103, C-104 and C-105 for the subject well. An application to surface commingle production from the Hobbs-Upper Blinebry, Hobbs-Lower Blinebry, and Hobbs-Drinkard Pools produced from four wells on the State A and State B leases will be submitted in the near future. (A 30-day temporary commingling authority was granted July 28, 1992.)

Should you have any questions, please contact Marcus Winder at 713/870-3797.

Yours very truly,

A handwritten signature in cursive script, appearing to read "J. L. Morris", is written over the typed name.

J. L. Morris, Technical Manager
Asset Administration-West Texas Asset
Continental Division

JMW:BM

Enclosure