UL NO XCO OIL COMPANY

April 16, 1979

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RÉCEIVÉD

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State of New Mexico Oil Conservation Commission P. O. Drawer DD Artesia, NM 88210

Attention: Mr. W. A. Gressett Supervisor, District II

> Re: Federal Com. 7 Lease, Well No. 2 Sec. 7, T-19S, R-33E West Tonto Penn Field Lea County, New Mexico

Gentlemen:

The above mentioned well has been completed as a gas well. We are in the process of testing. The well is perforated at 13,527-13,536' with two (2) shots per foot, total 18 holes and we have tubing set in the packer at 13,105'. We have set the tubing high so we may perforate higher in the Morrow zone at a later date, the top of the Morrow zone is 12,782'.

It is respectfully requested that the Commission grant administratively an exception to Inexco Oil Company to set the tubing higher than 250' above the perforations.

Yours very truly,

INEXCO OIL COMPANY

A. K. pideons

A. K. Gideons Chief Clerk

AKG/mee