

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

August 3, 1982

BRUCE KING GOVERNOR LARRY KEHOE SECRETARY

PC BOX 1980 HOBBS NEW MEXICO 86640 (505) 383-6161

HNG Oil Company P. O. Box 2267 Midland, Texas 79702

Attention Ms. Betty Gildon

Re: Sims 35 State Well No. 2 Unit J, Sec. 35, T-20-S, R-35-E Lea County, New Mexico

Dear Ms. Gildon:

As requested in your letter of July 29, 1982, permission is hereby granted for Llano, Inc. to connect the subject well to their gathering system for the purpose of testing, only.

You will be permitted to flow the well for a period of 2 or 3 days to allow it to clean up and unload prior to testing, after which the well is to be shut in pending approval of an exception to Rule 107d.

Yours very truly,

OIL CONSERVATION DIVISION

Jerry Sexton Supervisor, District 1

mc cc-Llano, Inc. Hobbs, New Mexico