

July 29, 1982

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

In Re: Sims 35 State, Well No. 2

J-35-T20S-R35E Lea County, NM

Gentlemen:

HNG Oil Company is requesting permission, <u>for testing purpose only</u> to connect the above-named well to Llano, <u>Inc.</u>

The fluid content for this well, as reported on production test dated June 15, 1982, was such that our request for tubing setting depth exception was denied.

In order to report a more reasonable fluid content the well will have to flow for two or three days in order to unload and cleanup. At this time, we will be able to retest and submit same to Santa Fe, requesting that they reconsider our application for an exception to Rule 107d.

Please notify this office should you need to be notified in order to witness the testing.

Very truly yours,

HNG OIL COMPANY

Betty Gildon

Regulatory Analyst