OK - FOR IYE. only 1



Amoco Production Company P.O. Drawer A Levelland, Texas 79336

V. E. Staley Area Superintendent

December 21, 1978

File: VES-WF-192

Re: Exception to Annual Packer Leakage Test Gillully B Federal R/A A Well No. 4 Unit D, Sec. 22, T-20-S, R-37-E Lea County, New Mexico

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

Attention: Mr. Jerry Sexton

Dear Mr. Sexton,

Amoco requests exception to the rule requiring annual packer leakage test on the above referenced well. The Eunice Monument GSA oil zone was equipped to produce through the tubing with Eumont Queen Gas zone to produce through the tubing-casing annulus. The Eumont Queen zone began to log off with fluid and since this zone was producing through the annulus, there was no way to swab off the fluid. On November 2, 1978, a retrievable tubing plug was run and set at 3600' to plug off the Eunice Monument GSA zone. A Garret Oil Tool Type B circulating valve was set at 3595' in order to produce the Eumont Queen Gas zone through the tubing. A well bore sketch is attached for your review.

Due to the present method of producing this well, Amoco requests an exception to the rule requiring packer leakage tests on this well.

Very truly yours,

RWA:sa

Attachment