STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

March 31, 1993

BRUCE KING GOVERNOR POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88241-1980 (505) 393-6161

Shell Western E&P Inc. P.O. Box 1950 Hobbs, NM 88240

Attn: Mike Kelly

RE: EXCEPTION TO RULE 402 Annual Shut-in Pressure Test -- Form C-125

Gentlemen:

As requested in your March 30, 1993, letter, and since the wells listed below also serve as water source wells for your NEDU waterflood they are exempt from the 1992 annual shutin pressure test requirement of Division Rule 402.

Also, this exemption is being made on a <u>nonexpiring basis</u> pending workover or recompletion of these wells.

HARE SAN ANDRES GAS POOL

ARGO A #5, Unit F, Sec. 22, T21S, R37E ARGO A #10, Unit C, Sec. 22, T21S, R37E

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton Supervisor, District I

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cc: David Trejo - OCD Santa Fe Warren Petroleum - Gas Transporter WEll File

DRUG FRE