STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

August 10, 1989

POST OFFICE BOX 1980 HOBBS, NEW MEXICU, 88241, 1980 (505) 393-6161

GARREY CARRUTHERS

Citation Oil and Gas Corporation 16800 Greenspoint Park Drive, South Atrium, Suite 300 Houston, TX 77060-2304

Attn: Sharon Evans Ward

RE: EXCEPTION TO RULE 402

Gentlemen:

As requested in your letters of August 8, 1989, and for the reasons outlined therein, the wells listed below will be exempt from the shutin pressure test requirement of Division Rule 402. This exemption is being made on a non-expiring basis pending workover or shutin of the well.

ANTELOPE RIDGE ATOKA POOL
Antelope Ridge Unit#8-H Sec. 28, T23S, R34EANTELOPE RIDGE MORROW POOL
Antelope Ridge Unit#2-B Sec. 4, T24S, R34EANTELOPE RIDGE-DEVONIAN POOL
Antelope Ridge Unit#9-P Sec. 33, T23S, R34EAntelope Ridge Unit#3-K Sec. 34, T23S, R34EAntelope Ridge Unit#2-B Sec. 4, T24S, R34EAntelope Ridge Unit#3-K Sec. 34, T23S, R34EAntelope Ridge Unit#2-B Sec. 4, T24S, R34EVery truly yours,#2-B Sec. 4, T24S, R34E

OIL CONSERVATION DIVISION

Jerry Sexton Supervisor, District I

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cc: OCD-Santa Fe

Citation O&G Corp. - gas transporter



August 8, 1989



State of New Mexico Oil Conservation Division District I P.O. Box 1980 Hobbs, New Mexico 88240

Attn: Jerry Sexton

RE: Exemption to C-125 Gas Well Shut-in Pressure Test Antelope Ridge #9 P, Sec. 33, T23S, R34E Lea County, New Mexico

Dear Mr. Sexton:

Citation Oil & Gas Corp. requests an exemption to the C-125 gas well shut-in pressure test for the Antelope Ridge well #9 in Lea County, New Mexico.

This well produces excessive amounts of liquid. The large quantity of liquid tends to load up and kill the well. This requires remedial swabbing to restore the well back to flowing condition. All this causes loss of reserves.

In order for Citation to keep this well flowing we request your approval for the exemption.

If you need further information to make your decision please contact Mr. Trent Day at 915-332-9350 or myself at 713-874-9877. Thank you.

Respectfully requested, aron Sians Ward

Sharon Evans Ward Production Admin. Assistant

SEW/ms

cc: Trent Day