



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
State B Com. #2
J, Sec.36, T24S, R36E
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 State B Com well #2 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,

A handwritten signature in dark ink that reads "Sharon Evans Ward". The signature is written in a cursive style.

Sharon Evans Ward
Production Admin. Assistant

SEW/ms

cc: Trent Day