

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

August 4, 2004

Ms. Kay S Eckstein Patina San Juan, Inc 5802 Hwy 64 Farmington NM 87401

Re: Davis #2, O-05-26N-08W, API 30-45-05995

Dear Ms. Eckstein:

The subsequent report filed July 22, 2004 indicating the well is temporiarly abandoned is not in compliance with the rules. Temporary abandon is a regulatory term that has requirements. For a well to be Temporary Abandoned it is required to have a mechanical integrity test. The well casing is to be isolated within 100' of the perforations. Start recording the pressure at zero and continue monitoring as the casing is pressured up to a minimum of 500 psi, maintain the pressure and monitoring for a minimum of 30 minutes, and the pressure being bled back to zero. The recorder requirements: 1000-pound maximum spring and a 2-hour maximum clock. The chart is submitted with the sundry notice of temporary abandonment.

Please review rule 19.15.4.201 WELLS TO BE PROPERLY ABANDONED And

9.15.4.201 TEMPORARY ABANDONMENT WELLS TO BE PROPERLY ABANDONED

If you have any questions, please call me at 505-334-6178, ext. 16.

Sincerely yours,

Charlie T. Perrin

Deputy Oil & Gas Inspector

harlie T. L. min

cperrin@state.nm.us

CTP/mk

CC: CTP

Well File