STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

DRUG FREE

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

GARY E. JOHNSON GOVERNOR JENNIFER A. SALISBURY CABINET SECRETARY

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178 FAX: (505) 334-6170

July 24, 1995

Mr Donnie Hill BC&D Operating Inc PO Box 837 Hobbs NM 88241

RE: M I T's on following wells:

30-031-20544, S. Hospah Ut. #63, A-12-17N-09W	30-031-20409, S. Hospah Ut. #58, F-12-17N-09W
30-031-20118, S. Hospah Ut. #36, B-12-17N-09W	30-031-20057, S. Hospah Ut. #17, G-12-17N-09W
30-031-20243, S. Hospah Ut. #52, C-12-17N-09W	30-031-20058, S. Hospah Ut. #18, G-12-17N-09W
30-031-20242, S. Hospah Ut. #51, E-12-17N-09W	30-031-20410, S. Hospah Ut. #59, G-12-17N-09W
30-031-20408, S. Hospah Ut. #57, E-12-17N-09W	30-031-20152, S. Hospah Ut. #39, H-12-17N-09W

Dear Donnie:

The New Mexico Oil Conservation Division, as part of its Underground Injection Authority, requires BC&D Operating Inc. to perform an MIT on the above-mentioned injection wells once every five years. MIT's are due on the wells on or before August 8, 1995.

The mechanical integrity of casing-tubing analysis is tested by submitting the analysis to a pressure of 300 psi for 30 minutes with less than 10% bleed-off occurring as outlined in rule #704 in the rules and regulations manual.

We require a 24-48 hour notice so that we may be present to witness testing. All testing schedules should be coordinated through either Mr. Johnny Robinson or myself, Ernest Cardona, at 505-334-6178. BC&D should also furnish any necessary personnel and equipment needed to conduct the above-mentioned MIT tests. If there are any questions, please feel free to contact this office.

Sincerely,

Ernest Cardona

Deputy Oil & Gas Inspector

xc: David Catanach - UIC Director

Johnny Robinson

UIC File Well Files