



STATE OF NEW MEXICO
ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

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

June 27, 1990

Basin Fuels, Ltd.
P.O. Box 50
Farmington, NM 87499

Attention: Sean Burr

RE: Mechanical Integrity Tests

Dear Mr. Burr: 505-325-1701

The Aztec OCD office has scheduled Mechanical Integrity Tests on Basin Fuels' water disposal well at Franciscan Lake (Slick #1) for July 25, 1990. Basin Fuels will furnish all necessary equipment and personnel to conduct the scheduled tests. Please confirm the test date with this office by July 10, 1990.

Sincerely,

Denny G. Foust

Denny G. Foust
Deputy Oil & Gas Inspector
NMOCD
District III

DGF:sh

Enclosures

*Catalytic converter, for use in engine
if FC has no catalytic converter.
Increase maximum injection pressure
about 250psi to 650 psi*

*Applying for administrative
revision in injection pressure.
Raise packer. Order SS40
open ports above packer*

*Need to shut
well in for 24 hours*

Run step rate test

*Submit well log & general
step rate test results
for approval.*

*Conc in and talk to
Fog & 2 others and have
them sign procedures.*

BASIN FUELS, LTD.

Franciscan Lake Mesa Verde

Slick #1

O-07-20N-05W