



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

AZTEC DISTRICT OFFICE
1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178 Fax (505) 334-6170

GARY E. JOHNSON
GOVERNOR

JENNIFER A. SALISBURY
CABINET SECRETARY

December 20, 1995

Mr Steve Dunn
Merrion O&G Corp
PO Box 840
Farmington NM 87499

RE: Wells Failing MIT's

Dear Mr. Dunn:

The following wells have failed the mechanical integrity tests which were done on them. The dates that their MIT's were done are listed also:


PWU #3	K-15-19N-05W	30-031-20502	10-11-95
Boling Fed #5	C-22-19N-03W	30-043-20092	10-26-95

According to New Mexico Oil Conservation Policy, any injection project, storage project, salt water disposal or special purpose injection well failing its MIT will immediately be shut-in and not allowed to commence injection until it is repaired and retested. Also if the well is not repaired, it will fall under the directive of New Mexico Oil Conservation Division rule #705C-1. This rule stipulates that if there is a continuous six-month period of non-injection into any type of well, it will be considered abandoned and the authority for injection will therefore automatically end.

Please file the required C-103, Notice of Intent, for any remedial work to be done in the above-mentioned wells. Notify our office at least 24 hours before conducting any work or MIT so we may have a representative present to witness the repair and/or test.

If you have any questions, please feel free to call me at 334-6178.

Sincerely,


Ernest Cardona
Deputy O&G Inspector

EC/sh

xc: Ben Stone, UIC Coordinator
UIC File
Well File
EC File