STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

TONEY ANAYA

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

October 19, 1984

Mr. Richard Stamets
Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87501

Re: Tanner #3 A-5-23N-12W

Dear Dick:

The referenced well was drilled as a wildcat in 1957 by Humble Oil and Refinery Co. It was plugged back to the Point Lookout formation and completed as a water well for the land owner. The water zone showed oil and gas on the DST and the well has been producing small quantities of oil since completion. The rancher skims off the oil from his stock tank and burns it periodically. The BLM has decided not to pursue the matter although it is a federal lease.

Indications are that the small quantity of oil produced is not merchantable, and attempts to stop it will shut off a very valuable source of water for the area.

We will verify the data we have and make a recommendation shortly.

Sincerely,

Frank T. Chavez o District Supervisor

FTC/dj

xc: Well File /

Char. Die.

Memo

From
ERNIE BUSCH
Geologist - Field Rep.

To Frank Chavey
District Supervisor
District III

Re: A-5-23N-12W, Tanner #3

The above references well was converted to a water well and turned over to the land owner. The minerals belong to the feels and the surface is aware our jurisdiction.

The land owner is gitting wit in his pand from the well, he is them burning it off and watering his cattles. The well tests to be re-entered and re-filings to the land owner may not want to fay for the plugging, because he will claim that it was compraperly plugged, although the company that drilled it probably has a waiver I won the landowner.

Oil Conservation

Aztec, New Mexico

8)0 1420 1310 Krt/fit 1520.

fc 1945 9 Lews 2040 Chacre 2360

CH 3400

Raf 2250