



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE
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AZTEC NM 87410
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[http://emnrd.state.nm.us/ocd/District III/3distric.htm](http://emnrd.state.nm.us/ocd/District%20III/3distr.htm)

GARY E. JOHNSON
Governor

Jennifer A. Salisbury
Cabinet Secretary

Certified Receipt # Z 437 492 189

June 28, 1999

Synergy Operating, LLC
Att. Glenn Papp
P. O. Box 5513
Farmington, NM 87499-5513

RE: Continuing Violations in the Snake Eyes Field Area, Section 20-21N-08W

Dear Mr. Papp:

Patrick Hegarty of Synergy indicated in his June 7, 1999 letter that Synergy intended to plug the three wells located in section 20-T21N-R08W Snake Eyes Field. In the absence of notice of intent to plug being on file with the NMOCD, Synergy is required to have proper signing on Santa Fe 20 #2 SWD, 30-045-22531, Santa Fe H20 #1, 30-045-22291 and Santa Fe H20 #3, 30-045-22568 by July 9, 1999.

The April 30, 1999 compliance letter from this office required Synergy to immediately remove oil from the pits at the Santa Fe H20 #1 and the Santa Fe H20 #3. Any oil on the pits at these locations is in violation. There is to be no oil on earthen pits at these locations. Synergy has not filed a schedule to close these pits by May 17, 1999, as directed in the April 30, 1999 compliance letter. A closure schedule may include the notice of intent to plug and abandon the wells but no paperwork concerning closure of these earthen pits has been received. Synergy is to immediately submit a schedule for closing these earthen pits to meet NMOCD guideline standards.

If you have questions feel free to contact me at 505-334-6178, ext.15.

Yours truly,

Denny G. Foust
Environmental Geologist

XC: DGF file
Operator File
Well Files
CP File