



TONEY ANAYA
GOVERNOR

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

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

January 10, 1986

Mr. Ewell N. Walsh
Walsh Engineering & Production Corp.
P.O. Drawer 419
Farmington, NM 87401

Re: M.J. Brannon Federal 20 #1R J-20-25N-9W

Dear Red:

As per our previous conversation there is a strong possibility that there is a casing leak in the referenced well as indicated by the dramatic decrease in water production after the installation of a packer. Because of this indication, you are directed to install an inert packer fluid in the annular area and pressure test it to see if a leak exists.

Sincerely,

A handwritten signature in cursive script, appearing to read "Frank T. Chavez".

Frank T. Chavez
District Supervisor

FTC/dj

xc: Well File
Operator File