



P. O. Box 1809  
Durango, Colorado 81301

August 26, 1969

CERTIFIED MAIL  
RETURN RECEIPT REQUESTED

Sensen-Martin-Greer Drilling Corp.  
221 Petroleum Center Building  
Farmington, New Mexico 87401

Gentlemen:

On August 20, 1969, an inspection was made of your No. 1 Jicarilla 200 (D-21) well located in the NW1/4 sec. 21, T. 27 N., R. 1 W., Rio Arriba County, New Mexico, on Jicarilla tribal lease Contract No. 200. This well is operated by you under an approved operating agreement with Pan American Petroleum Corporation, record leases.

Several adverse conditions were noted at the subject location which require your immediate attention. These include:

1. Pit below the tank battery is inadequate for the volume of water being produced. Overflow drains at the pit are discharging oily salt water into the natural drainage below the location.

2. Fencing of the pit is in need of repair. Oily brine in the pit is a hazard to cattle which graze the Jicarilla Indian Reservation. Cattle tracks were noted in and around the pits.

3. No pit has been provided for purging the separator at the location. Oil has been discharged from the separator onto the location and into the natural drainage at the site.

You are requested to remedy these conditions promptly. It may become necessary to shut the well down if adequate pits with fences are not constructed.

The subject well is the only productive well on Jicarilla lease Contract No. 200 and the lease is in its extended term. Please notify this office when you have complied with the above requests so that another inspection of the lease can be made.

Sincerely yours,

(Orig. Sgd.) E. A. SCHMIDT

Edward A. Schmidt  
Acting District Engineer

cc:  
Roswell  
Jicarilla Agency, Dulce  
NMOC, Aztec ✓  
File