STATE OF NEW MEXICO



ENERGY, MINERALS and NATURAL RESOURCES DIVISION OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE



BRUCE KING GOVERNOR ANITA LOCKWOOD CABINET SECRETARY

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

July 6, 1994

Ms. Tanya Atcitty Meridian Oil, Inc. P.O. Box 7289 Farmington, NM 87499

Re: Schultz #1 G-16-27N-08W

Dear Tanya:

As the enclosed copy of the 1994 Bradenhead Test indicates, the referenced well has a casing failure. In order to comply with rule 108, prevent waste, protect fresh water, and protect the environment, you are hereby directed to initiate remedial activity prior to 10-07-94.

Yours truly:

Charles Gholson

Deputy Oil & Gas Inspector

CG/ej

xc well file

Enclosure

