OIL CONSERVATION COMMISSION STATE OF NEW MEXICO

1000 RIO BRAZOS RD. - AZTEC

87410

LAND COMMISSIONER PHIL R. LUCERO

STATE GEOLOGIST EMERY C. ARNOLD

DIRECTOR JOE D. RAMEY

August 9, 1976

Mr. D. E. Baxter Beta Development Co. 125 Petroleum Club Plaza Farmington, New Mexico

Re: Beta Development Co. Edgar Federal #1. G-12-27N-12W

Dear Mr. Baxter:

The subject well has not produced in about 12 months.

Based on our experience with wells in this area, we suspect the well has experienced a casing failure.

Rule 108 requires that the operator of a well with defective casing shall proceed with diligence to repair or to plug the well.

Please file form 9-331 setting out your proposed plan of action prior to any field activity for this remedial work.

If there are questions, please contact us.

Yours very truly,

Supervisor, District #3

ARK:mc

xc: Oil Conservation Commission Santa Fe, New Mexico

U. S. G. S.

Farmington, New Mexico