AZTEC DISTRICT OFFICE 1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178 Fax (505)334-6170

GARY E. JOHNSON GOVERNOR JENNIFER A. SALISBURY CABINET SECRETARY

May 24, 1996

James Walker Amoco Prod Co SJ Oper Ctr 200 S Amoco Court Farmington NM 87401

RE:

Mechanical Integrity Test

SWD Wells

Gallegos Canyon Unit 259, P-14-28N-12W, API #30-045-20006 MIT Due 7-11-95 Gallegos Canyon Unit 306, I-19-29N-12W, API #30-045-24286 MIT Due 9-10-95 Gallegos Canyon Unit 307, L-30-29N-12W, API #30-045-24248 MIT Due 9-10-95 Gallegos Canyon Unit 328, N-33-29N-12W, API #30-045-24735 MIT Due 9-11-95

Dear James:

The above mentioned wells were originally dual completed by injecting in the Mesaverde and producing the Fruitland Coal up the tubing-casing annulus. Our records show no production from the upper zone since January 1, 1990. You are hereby directed to bring the above mentioned wells in compliance with Rule 201, 202, & 203 by TA, PA or returning the upper zone to production. We strongly prefer the upper perforations be squeezed and a packer set within 100 feet of the top perforation of the disposal zone. This would give us the ability to perform a Mechanical Integrity Test which is required every five years. Please notify the Aztec OCD of your intentions for these wells prior to June 24, 1996. If I can be of any assistance in this matter feel free to call me at 334-6178.

Sincerely,

Johnny Robinson

Deputy O&G Inspector

Johnny Rolinson

cc: well file UIC file

Ben Stone UIC Director Sante Fe