## STATE OF NEW MEXICO

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

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

January 8, 1991

Jim Ryder Greenwood Holdings, Inc. 5600 S. Quebec Suite 150C Engelwood, CO 80111

RE: Fruitland #2

F-03-29N-15W

San Juan County, NM

Dear Mr. Ryder:

Greenwood Holdings Fruitland #2 well has not produced any economic hydrocarbons in over 12 months. Due to casing leaks this well is not considered to be usable for economic purposes. The New Mexico Oil Conservation Division directs Greenwood Holdings to plug the Fruitland #2 well according to Rules #201 and #202 of the Commission (enclosure). Plugging procedures will be initiated within thirty days. Failure to comply will result in fines and forced plugging of the Fruitland #2 well.

The Commission needs reports on any workovers which have taken place on the Fruitland #2 well especially including data on cement tops and squeezes. A C-103 form with a proposed plugging program will be submitted for approval after the workover reports are filed.

Yours truly,

Denny G. Foust

Deputy Oil & Gas Inspector

NMOCD District III

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Enclosure