AZTEC DISTRICT OFFICE 1808 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87418 (508) 334-6178 Fax (508)334-6170

GARY E. JOHNSON GOVERNOR

JENNIFER A. SALISBURY CABINET SECRETARY

October 3, 1996

Dan Phillips Conoco Incorporated 3315 Bloomfield Hwy Farmington NM 87401

RE:

Federal A #1, F-27-30N-11W, API 30-045-09192 Fogelson 27 #1, P-27-30N-11W, API 30-045-09113 Federal C #1, F-28-30N-11W, API 30-045-09197

Dear Dan:

As the enclosed copies of the 1996 Bradenhead test indicate, the referenced wells probably have a small casing leak. 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 toApril 2, 1997.

Sincerely,

Johnny Robinson

Deputy O&G Inspector

Johnny Rolinson

JR/sh

cc: well files