

El Paso Natural Gas Company

El Paso, Texas 79978

August 18, 1975

ADDRESS REPLY TO
POST OFFICE BOX 990
FARMINGTON, NEW MEXICO 87401

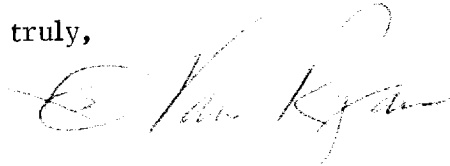
Mr. A. R. Kendrick
New Mexico Oil Conservation Commission
1000 Rio Brazos Road
Aztec, New Mexico 87410

Dear Mr. Kendrick:

This letter is to acknowledge receipt of your letter of August 14, 1975, in regard to the failure of the Mudge #11, SW/4 Section 10, T-31-N, R-11-W, to pass the Annual Packer Leakage Test.

We are proceeding at the present time to review this well and will take action to comply with the New Mexico Oil Conservation Commission rules and orders.

Yours truly,



L. O. Van Ryan
Chief Division Drilling Engineer

LOVR:pb

