

AZTEC DISTRICT OFFICE 1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178 Fax (505)324-6170

GARY E. JOHNSON GOVERNOR

JENNIFER A. SALISBURY CABINET SECRETARY

January 16, 1996

Mr Buddy Shaw Amoco Prod Co SJ Oper Ctr 200 S Amoco Crt Farmington NM 87401

RE: Mudge LS #16 SWD, B-10-31N-11W, 30-045-10440

Dear Mr. Shaw:

On January 9, 1996, a mechanical integrity test was done on the above-referenced well which it subsequently failed. (See attached copy.) This well, according to our records, has had no injection volumes reported from December 1992 to December 1995. An inspection of this well on the following dates, September 13, 1995, and January 9, 1996, indicated the well to be shut-in and has no injection equipment.

New Mexico Oil Conservation Division Rule #705-C states that, whenever there is a continuous sixmonth period of non-injection into any type of injection well, the well shall be considered abandoned and the authority and permit to inject shall automatically expire <u>ipso facto.</u>

The Mudge LS #16 SWD will have to meet compliance requirements as directed by Rule #203. (See attached copy.)

Please feel free to call our office at 334-6178 if you have questions.

Sincerely,

Ernest Cardona

Deputy O&G Inspector

EC/sh

XC: David Catanach, UIC Director

Ben Stone, UIC Coordinator

Well File UIC File EC File