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

December 03, 1990

Mr. Ron Headrick Meridian Oil Inc. P.O. Box 4289 Farmington, NM 87499

RE: Southland Royalty Co. Pierce #6, H-30-31-10W

Dear Ron:

Enclosed copy of the 1990 Bradenhead Test on the referenced well indicates a casing leak. In order to comply with Rule 108, prevent waste and protect fresh water, you are hereby directed to initiate immediate remedial activity.

Yours truly,

Charles Gholson

Deputy Oil & Gas Inspector

NMOCD District III

CG:sh

xc: Well File

enclosure