

1R - 427-15

REPORTS

DATE:

8-23-10

L. Peter Galusky, Jr. Ph.D., P.G.

Texerra

75 Wuthering Hts Drive Colorado Springs, CO 80921
Tel: 917-339-6791 E-mail: lpg@texerra.com

RECEIVED OCD

2010 AUG 24 P 1:28

August 23rd, 2010

Mr. Edward Hansen
New Mexico Energy, Minerals, & Natural Resources
Oil Conservation Division, Environmental Bureau
1220 S. St. Francis Drive
Santa Fe, New Mexico 87505

Re: Monitor Well Plugging & Abandonment Report
NMOCD Case Number: 1R427-15
EME State H EOL, Unit E Sec 17 T 20S R 37E
Rice Operating Company

Sent via E-mail and Certified U.S. Mail w Return Receipt No. 7008 1830 0004 2694 4279

Mr. Hansen:

Please be advised that Rice Operating Company has plugged and abandoned the monitor well (MW-1) located at the EME State H EOL site (Figure 1) per the specifications given in the NMOCD notice of termination sent via e-mail on June 24th, 2010. This monitor well was plugged on July 26th, 2010 with cement grout containing between 1% to 3% bentonite and a 3 foot cap of cement at the surface. Please refer to the attached driller's report (Figure 2) and photos (Figure 3). With this action we understand that Rice Operating Company has fulfilled their requirements under 19.15.29 NMAC for this project.

Rice Operating Company is the service provider (agent) for the EME Salt Water Disposal (SWD) System and has no ownership of any portion of pipeline, well or facility. The EME SWD System is owned by a consortium of oil producers, System Parties, who provide all operating capital on a percentage ownership/usage basis.

Thank you for your consideration.

Sincerely,



L. Peter Galusky, Jr. Ph.D.

Copy: Rice Operating Company

Attachments as noted, above

EME State H EOL

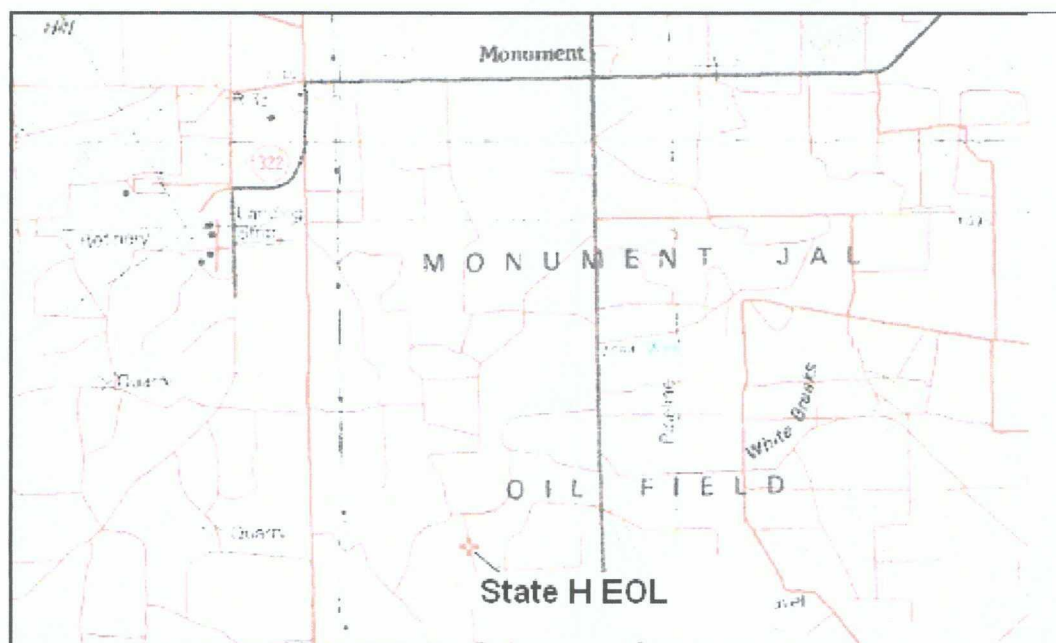


Figure 1 – EME State H EOL location.

HARRISON & COOPER, INC.

Drilling & Pump Professionals

7414 85th Street, Lubbock, Texas 79424-4951

P.O. Box 96, Wolfforth, Texas 79382-0096

Ph: (806) 866-4026

Fax: (806) 866-4044

harrisoncooper-drilling.com

Plugging Report

Client	Rice Operating
Contractor	Harrison & Cooper
Date Completed	7/26/2010
Site	EME St H EOL
Well ID	MW-1
Casing Diameter	2"
Well Depth	45'
Casing Material	PVC
Plugging Material	Portland/Bentonite Slurry
Slurry Interval	3'-45'
Cement Interval	0'-3'

Copies: File

Email (Lara Weinheimer; Jordan Woodfin; Hack Conder)

Mail (Rice-Hobbs)

Regulated by: Texas Dept. of Licensing & Regulation, Water Well Division, P.O. Box 12157, Austin, TX 78711, (602) 803-9202

Figure 2 – Driller's monitor well plugging & abandonment report.

EME St H EOL

Plug and abandon MW-1



Figure 3 – Photographs of plugging and abandonment of the monitor well at EME State H EOL.