



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

GOVERNOR

December 22, 1982

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88240
(505) 393-6161

SECRETARY

Lonnie J. Buck
901 North Jefferson
Hobbs, NM 88240

Dear Mr. Buck:

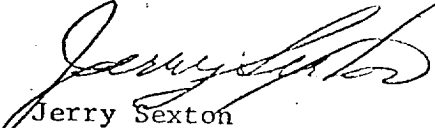
The bradenhead test conducted on your Monco SWD #2-M in Sec 25, T25S, R36E, on December 17, 1982, indicates a tubing and/or packer leak.

You are requested to repair as soon as possible and notify this office prior to commencing work.

Also, as of this date we have not recieved your C-103 covering the conversion of this well to disposal, nor Form C-120A covering disposed water since injection commenced. We are enclosing some of these forms for your convenience.

Very truly yours,

OIL CONSERVATION DIVISION


Jerry Sexton
Supervisor, District I

JS/ED

cc: File

Lonnie J. Buck
2021 North McKinley
Hobbs, New Mexico 88240

SUBJECT: Monco SWD #2-M in Sec. 25, T25S, R36E
Approved by Order No. R-6799

Dear Mr. Buck:

This letter will confirm the telephone conversation of this date between you and Mr. Eddie Seay of this office concerning the operation of your Monco SWD well #2. You were advised that we have made several attempts to get you to comply with the regulations covering the operation of this well as a disposal well, and as of this date we have received no response from you.

It appears you are in violation of a number of Division Rules and Regulations, some of which are: Rule 116, Rule 703, and Rule 706.

We are outlining below the things which must be done to bring this well into compliance.

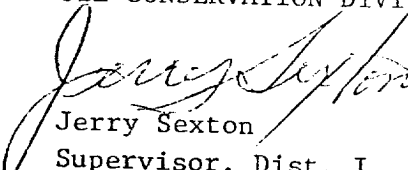
1. Submit Form C-103 covering conversion of well to disposal
2. Submit Form C-120A (Monthly Disposal Report) covering each month since disposal began
3. Repair of tubing and/or packer leak confirmed by bradenhead test conducted December 17, 1982.
4. Installation of riser on surface casing
5. Installation of proper sign
6. Fence repair and location clean up

Unless the above violations have been corrected by February 1, 1983, your authority to use this well as a disposal well will be cancelled.

Please notify this office prior to commencing workover to repair tubing or packer leak in order that we may witness work.

Very truly yours,

OIL CONSERVATION DIVISION


Jerry Sexton
Supervisor, Dist. I

cc: Perry Pearce -- OCD General Counsel