

Ray-

I've visited all locations & will advise
List of work that needs to be done.

C-1 needs to be blown down &
bubbled to replace master valve - won't
hold stem packing. Or, well needs to
be plugged. My recommendation
will be that List List all four wells
unless it has specific info for them
in the immediate future.

Will call you to discuss plugging
requirements and location restoration.
Aside from the sand cleanup, appears
that grading & sealing of locations is
about all that can be done.

J. M. M. M.
1-8-85

50 YEARS



TONEY ANAYA
GOVERNOR

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION



1935 - 1985

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

December 27, 1985

Trans Pecos Resources, Inc.
2700 One Allen Center
500 Dallas St.
Houston, Texas 77002

Attention: James V. Riner

Re: J. H. Simpson Well No. 1
Latigo Ranch Wells 4 and 5
Latigo Ranch Locations (2)
Guadalupe County, NM

Gentlemen:

It has come to the attention of this office through recent field inspections that no effort has been made on your part to restore locations and backfill your pits. The J. H. Simpson Well was plugged in June, 1985, and as of yet there has been no reclamation done on this location.

Your Shut-in gas wells on the Latigo Ranch (A-1, B-2, C-1, and D-1) have not had the pits backfilled and this office has had no indication that further testing will be conducted and therefore, these locations must be cleaned up.

The Latigo Ranch "B" Well No. 1 (D-31-10N-24E) was classified by this office as an abandoned location on July 6, 1984. The location has never been restored and the pits and cellar have not been backfilled. The Latigo Ranch A Well No. 2 (H-3-9N-23E) was classified by this office as an abandoned location on November 28, 1984, and is in the same condition as your B-1 Well.

This office has also been informed that a leak has developed on the wellhead of your Latigo Ranch "C" Well No. 1. A field inspection has been scheduled for early January to this area and if a leak is found at this location this problem will have to be fixed immediately.

Please also be advised that Order No. R-7638 for Authorization to Inject Produced Gas for an Enhanced Oil Recovery Project does not grant you an indefinite Temporary Abandonment Status on your shut-in wells. This status will expire on June 4, 1986, and any further extension will require the provisions as outlined in our Rule 202 B.

This office will require that you give these problems as outlined in this letter, your immediate attention. Should you have any questions pertaining to these matters, please contact me at this office.

sincerely,

A handwritten signature in black ink, appearing to read "Roy E. Johnson". The signature is fluid and cursive, with a large initial "R" and "J".

ROY E. JOHNSON
Senior Petroleum Geologist

REJ/cp