

Federal Building
701 Camino del Rio
Durango, Colorado 81301

September 7, 1978

Paul E. Haskins, Trustee
P.O. Box 4621
Midland, TX 79702

Dear Mr. Haskins:

This is to advise that the plugging program proposed by Sundry Report of June 17, 1978, is inadequate to protect all potential oil or water zones in your No. 1 Federal 17 well, located in the SE $\frac{1}{4}$ sec. 17, T. 15 N., R. 33 E., Harding County, New Mexico, on terminated lease NM-2194.

I have conferred with the New Mexico Oil Conservation Division and they concur in the following plugging program in regard to their Order for plugging of the well:

1. Fill the hole with drilling mud.
2. Place a cement plug from 900' down to at least 1100' to isolate the San Andres formation from shallower formations.
3. Place a cement plug from 470' to 570' across the surface casing shoe.
4. Place a 10 sack cement plug at the surface with a marker.
5. File five copies of Subsequent Report of Abandonment, form 9-331, indicating the date and manner of plugging.
6. Furnish this office with a statement from the landowner that the surface has been satisfactorily rehabilitated.

You are requested to advise this office of the date plugging operations will be conducted, so that U.S.G.S. and the New Mexico Oil Conservation Division will have an opportunity to witness the plugging. You are hereby allowed 30 days to commence plugging operations. Failure to comply with this request will result in transfer of liability to the bond of Permian Basin Petroleum Company.

cc: Continental Casualty Co.
P. O. Box 1149
Amarillo, TX 79105

NMOCC, Santa Fe
BLM, Santa Fe

Sincerely yours,

(Orig. Sgd.) J. W. LONG

Jerry W. Long
District Engineer

