



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

June 23, 2006

Certified Mail

Return Receipt #: 7006 0810 0000 5448 5138

Sharon Zubrod
Burlington Res O&G Co
PO Box 4289
Farmington NM 87499

Re: Reid 23, L sec17-28n-9w, 30-045-07437

Dear MS. Zubrod:

The 2006 Bradenhead test on the above well indicates a failure. In order to comply with Rule 108, to prevent waste and protect fresh water, you are hereby directed to initiate remedial activity before Sept 22, 2006. Bradenhead shut in was 26 psi, bradenhead blew down to 0, five-minute shut in was 22 psi.

With your sundry, please attach a copy of the last two tests, a current wellbore schematic including formation and cement tops and indicate the method used to determine the cement top. Provide gas analysis from both the production and intermediate casing.

Reference RBDMS EHV0617332046 on future correspondence.

Notify the Aztec OCD 24 hours before work is initiated.

If you have any questions, please call me at 505-334-6178, ext. 17.

Sincerely yours,

Henry Villanueva

Compliance Supervisor District 3

enriques.villanueva@state.nm.us

HV/bh

CC: Well File