



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
1000 RIO BRAZOS RD. - AZTEC

87410

LAND COMMISSIONER
PHIL R. LUCERO

DIRECTOR
JOE D. RAMEY



STATE GEOLOGIST
EMERY C. ARNOLD

July 23, 1976.

Mr. L. O. Van Ryan
Aztec Oil & Gas Company
P. O. Drawer 570
Farmington, New Mexico

Re: Aztec Oil & Gas Co.
McGrath #3
J-3-29N-12W

Dear Mr. Van Ryan:

During a recent field inspection of the location of the subject well an odor of gas was detected. When soil was removed from around the casing the odor was much stronger.

Therefore, we believe that the casing is leaking.

Rule 108 requires the operator of a well with defective casing to proceed with diligence to repair or to plug and abandon the well.

File form C-103 setting out your plan of action prior to any field activity for this remedial work.

Yours very truly,

A. R. Kendrick
Supervisor, District #3

ARK:mc

xc: Oil Conservation Commission
Santa Fe, New Mexico