



TONEY ANAYA
GOVERNOR

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

June 24, 1986

Mr. Doug Harris
Merdian Oil, Inc.
P.O. Box 4289
Farmington, NM 87499

Re: Southland Royalty Co.
Medio Canyon #8, C-25-24N-4W

Dear Doug:

The regularly scheduled bradenhead test on the referenced well indicates a casing failure. In order to comply with Rule 108, prevent waste and protect fresh water, you are hereby directed to initiate immediate remedial activity.

Yours truly,

Charles Gholson
Oil & Gas Inspector

CG/dj

xc: Well File

Retest OK
CG