



STATE OF NEW MEXICO

ENERGY, MINERALS and NATURAL RESOURCES DIVISION
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE



BRUCE KING
GOVERNOR

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

November 17, 1993

Mr. Richard Allred
Phillips Petroleum Company
5525 Highway 64 NBU 3004
Farmington, NM 87401

RE: SJU #91, H-21-29N-06W
SJU #40, H-23-29N-06W
SJU #55, K-18-29N-06W
SJU #42, G-25-29N-06W

Dear Richard:

Jim Kennedy and I retested the bradenheads on the referenced wells on Friday November 12, 1993. As enclosed copies of the retests indicate only the SJU #91 has 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.

Tests also indicated the SJU #40 has communication between the intermediate casing and the long string. We do not ordinarily require remedial action on intermediate-longstring communication, as long as there is containment within the intermediate casing. We did not check the intermediate casing at the SJU #55 because the valve is leaking and is bullplugged. This valve should be changed out when the work can be performed in a safe manner. Although the original 1993 test was not conducted correctly on the SJU #55 it also appears to have intermediate-long string communication. The SJU #42 was okay.

If you have any questions please call me at 334-6178.

Yours Truly,

Charles Gholson
Deputy Oil & Gas Inspector

xc: Well Files