



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

GARREY CARRUTHERS
GOVERNOR

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

August 28, 1987

Mr. Jeff Taylor
Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87504-2088

Re: Paramount Petroleum Corp.
Aztec Totah Unit #16 O-18-29N-13W
Aztec Totah Unit # 7 O-20-29N-13W

Dear Jeff:

The Paramount Petroleum Corp. Aztec Totah Unit, consisting of 39 wells has not produced since 1984.

Please docket a case calling for Paramount Petroleum Corp. and all other interested parties to appear and show cause why the Aztec Totah Unit #16, located 7075 feet from the south line and 2110 from the east line of section 18, township 29 north, range 13 west, and the Aztec totah Unit #7, located 660 feet from the south line and 1980 feet from the east line of section 20, township 29 north, range 13 west, should not be plugged and abandoned in accordance with a Division approved plugging program.

The #16 is the only fee well in the unit, the rest are federal. However, the #7 has a surface leak and presents a pollution hazard. We have agreed to a request by the BLM to plug the well with the reclamation fund. Paramounts plugging bond proved to be bogus.

Yours truly,

Charles Gholson
Deputy Oil & Gas Inspector

CG/dj

xc: Well Files
Operator File
Mr. John Keller - BLM Farmington