

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

TONEY ANAYA

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

March 7, 1985

Mr. James Smith Southland Royalty Co. P.O. Box 570 Farmington, NM 87499

Re: Federal PRI #1 O-11-29N-12W

Dear Smitty:

While reviewing production records, I noticed the referenced well had a dramatic production drop in May 1982 and has not produced since September 1982, indicating a possible casing leak.

As you are aware there are several domestic water wells in this area, which are polluted with gas. I believe your well is likely to be causing or contributing to this problem. Therefore, you are directed to initiate immediate remedial activity.

If you have any questions, please contact this office.

Yours_truly,

Charles Gholson Deputy Inspector

CG/dj

xc: R. L. Stamets

John Keller, BLM Farmington

Dave Boyer Well File