



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

TONY ANAYA
GOVERNOR

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

February 11, 1985

Mr. Virgil Stoabs
Benson-Montin-Greer Drlg. Crop.
221 Petroleum Center Bldg.
Farmington, NM 87401

Re: Price #1 N-15-31N-13W

Dear Virgil:

The referenced well is known to have both a casing failure and a packer leak, in violation of Rule C-108 and C-303. In order for Benson-Montin-Greer to assign the well to the owner of the La Plata store, these will have to be repaired, either by your company, or the new owner.

Also the gas must be metered and royalties paid. As I am sure you are aware these royalties payments may be retroactive.

I am sorry this gas may not be utilized, but the Oil Conservation Division cannot permit the well to be produced in its present condition.

If you have any questions, please call.

Yours truly,

A handwritten signature in cursive script, reading "Charles Gholson".

Charles Gholson
Duputy Inspector

CG/dj

xc: Jeff Taylor
Well File
Operator File