

*well file*

# Producing Royalties, Inc.

P. O. Box 1071 3822 N.W. Loop 289

Phone 806 - 762-2164

Lubbock, Texas 79408

September 20, 1976



Mr. A. R. Kendrick, Supervisor, District #3  
New Mexico Oil Conservation Commission  
1000 Rio Brazos Road  
Aztec, New Mexico 87410

In Re.: Producing Royalties, Inc. Carrol Cornell #6 Gas Well  
1320 feet from the South and East lines of 12-29N-12W.

Dear Al,

For a number of years we have cleaned the liquids from the captioned well through the 12 to 18-inch length by 1-inch flow-pipe connected to the one-inch tubing, which flow-pipe was elbowed about four feet from the ground southwardly toward a fenced liquid-pit. When cleaning the well each week or ten-days we usually recover approximately 20-gallons of distillate oil and water. This liquid has been falling around the well casing and saturating the ground next to and immediately around the well casing for a period of at least five years.

After receiving your letter of July 23, 1976, and when we were at the location of the captioned well about four weeks ago, we removed from the one-inch tubing the short flow-line and extended the flow line through which we blow the well for cleaning into the pit, enabling the well to be cleaned of liquids to a point about fifteen feet from the well casing.

We do not know how long the well casing ground area will need to be exposed for airing enabling a "gas-sniffer" machine to be effectively used to indicate a gas leak from the well casing. We have requested from the Federal Power Commission a copy of their Section 137-30-B of the Natural Gas Act, enabling us to use the required form of that Commission to furnish to the Commission all information required by it in our request of that Commission's permission to plug and abandon the caption well if indeed we learn that there is a gas leak in the casing.

As you know in the month of June, 1976 we plugged to the satisfaction of the U. S. G. S. three (50%) of our Pictured Cliffs gas wells in the area. When we pulled approximately 2,000-feet of seven-inch casing from a fourth well we had plugged in June, 1976, we were surprised to find the seven-inch casing in as good condition as it is, since that Carrol-Cornell well #10 was finished being drilled on April 30, 1951, and which well was drilled almost 2½ years before the captioned well was drilled.

We plan to be in your area about October 15, 1976 at which time we will call upon you at your office.

Respectfully yours,

PRODUCING ROYALTIES, INC.

*P. L. Payne, Jr.*  
P. L. Payne, Jr.

