

DIRECTOR

JOE D. RAMEY

OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO

1000 RIO BRAZOS RD. - AZTEC

87410

LAND COMMISSIONER
PHIL R. LUCERO



October 29, 1976

Mr. P. L. Payne, Jr. Producing Royalties, Inc. P. O. Box 1071 Lubbock, Texas 79408

Re: Producing Royalties, Inc. Carrol Cornell #6

J-12. 29N-12W

Dear Mr. Payne:

A letter from this office dated July 23, 1976, advised you that we suspected a casing failure in the subject well.

Your letter of September 30, 1976, indicates that any liquid spill near the wellhead was caused to cease prior to September 1, 1976.

Our field inspector reports the well to have gas present in the soil around the wellhead on October 26, 1976.

Therefore, it is imperative to prevent the waste of natural gas either by repairing the casing leak or by properly plugging the well in the immediate future.

If there are questions, please contact us.

Yours very truly,

A. R. Kendrick

Supervisor, District #3

ARK:mc

xc: Oil Conservation Commission Santa Fe, New Mexico

U. S. G. S.

Farmington, New Mexico