

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION



June 15, 1987

GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

CO₂ Inc.
2 Ridge Drive
Suite 204
Midland, Texas 79701

Re: North Bueyeros CO₂ Field

Dear Ms. Decker:

New Mexico Oil Conservation Division Rule 101 (enclosed) requires a blanket plugging bond in the amount of \$50,000, covering all oil, gas, or service wells drilled, acquired or operated in this state by the principal on the bond. No bond has yet been received by this office for the wells in the North Bueyeros CO₂ Field. This office anticipates fulfillment of the bond requirement by your company within the next 30 days.

Rule 107(d) requires that all gas wells equipped with casing larger than 2 7/8-inch OD shall have tubing. All the wells in the referenced field shall have tubing installed as soon as possible, and a Form C-103 shall immediately be filed on each well detailing the work performed.

In response to your letter of January 12, retesting of pressure after a 24-hour shut-in period is required for these wells.

Sincerely,

A handwritten signature in cursive script, appearing to read "Jami Bailey".

JAMI BAILEY,
Geologist

JB/dr