

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Betty Rivera Cabinet Secretary Lori Wrotenbery Director Oil Conservation Division

3/22/2002

Saga Petroleum 415 W. Wall Suite 835 Midland, TX 79701

RE: W. Henshaw Premier Unt Tr 13 #1 (30-015-03826

Dear Sir:

On 03/13/02 a Mechanical Integrity Test was performed on the well indicated above.

It was found at that time that no bradenhead connection was visible. A search of the well file indicates the following:

- 1. 8 5/8 surface casing set at 450' and cemented to surface.
- 2. 41/2 production casing was set at 2950' and cemented with the Top of Cement estimated to be 1530'.

Since the production casing was not cemented to surface it is requested a valve be installed on the 4½ annulus in order to monitor the area behind the production casing. This valve should be plumbed to the surface with a valve above ground to facilitate setting a gauge for monitoring if necessary.

It is necessary that this work be accomplished on or before **04/22/02** and this office notified so that an inspection may be made.

Sincerely,

Gerry Guye Compliance Officer Oil Conservation Division, District II