New Mexico Oil Conservation vision

Energy, Minerals and Natural Resources Department

811 S. FIRST STREET, $A_{\rm IN}$, ℓ SIA NM 88210,

2040 South Pacheco, Santa Fe, New Mexico 87505



Underground Injection Control Program
"Protecting Our Underground Sources of Drinking Water"

07-May-99

ANADARKO PETROLEUM CORP

PO BOX 2497 MIDLAND TX 79702-

Dear Sirs:

The following test(s) were performed on the listed dates on the following well(s) shown below in the test detail section.

The test(s) indicates that the well or wells failed to meet mechanical integrity standards of the New Mexico Oil Conservation Division. To comply with guidelines as established by the U.S. Environmental Protection Agency, the well must me shut-in immediately until the well is successfully repaired. The test detail section which follows, indicates preliminary findings and/or probable causes of the failure. Please keep in mind that this is a subjective determination based on one or more factors of the results of the test. The actual malfunction may not be similar in nature to those as estimated by this testing. Additional testing during the repair operation may be necessary to properly identify the nature of the well failure.

Please notify the proper district office of the Division as to the date and time that repairs will be attempted so such operations may be witnessed by a field representative.

MECHANICAL INTEGRITY TEST DETAIL SECTION

API Well No. Well Type and StatusLocation Well Name and Number TR 10 30-015-03308-00-00 H 5 18S 29E BALLARD GRAYBURG SA UNIT 4001 *Significant Non-Compliance? Inspection No. Violation? Inspector Type of Inspection No 206 iBER0001700 MW A-OK. All Equipment and Location in Good Shape. Comments on Inspection: Actual PSI: 500 Permitted Injection PSI: Test Date: 4/7/99 9:23:15 Repair Due: 7/11/99 10:45:06 Test Result: Test Reason: ANNTST FAIL TYPE: TBG FAIL CAUSE: COR_GEN Test Type: BTST Comments on MIT:

Thank you for your prompt attention to this matter and your efforts in helping to protect our ground water resources.

Sincerely,

TIM GUM, DISTRICT SUPERVISOR

Note: Pressure Tests are performed prior to initial injection, after repairs and otherwise, every 5 years; Bradenhead Tests are performed annually. Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data. "Failure Type" and "Failure Cause" and any Comments are not to be interpreted as a diagnosis of the condition of the wellbore. Additional testing should be conducted by the operator to accurately determine the nature of the actual failure. * Significant Non-Compliance events are reported directly to the EPA, Region VI, Dallas, Texas.