PH. 915/683-2113 • MIDLAND

1

August 2, 1976

PH. 915/362-7235 • ODESSA

Oil Conservation Commission State of New Mexico P.O. Drawer DD Artesia, New Mexico 88210

ATTENTION: Mr. W. A. Gressett Supervisor, District II

Re: State CS #1 17-21-27 Eddy County, New Mexico

Dear Mr. Gressett:

In reply to your letter of July 28, 1976, we have requested that our insurance company provide the required plugging bond for recompletion of the subject well. The Permian Corporation will provide a bond for their operation of the facility.

The change in packer setting depth is requested for the following reason:

It was reported by Cities Service that 9-5/8", 36# casing was set @ 2989' and cement circulated. We drilled out the cement plugs with 8-3/4" bits and cleaned out to 3180'. A scraper was not run. Prior to setting the packer, a gauge ring with an 0.D. of 8.875 was run. This tool stopped at 2700', either due to heavier pipe being on bottom or cement from the plug still on the pipe. The Baker Model "D" (32#-40#) packer was set on wire line at 2585' (top of the Delaware zone) rather than at the approximate depth of 2975' proposed in the C-101 and approved in the Commission order R-5208. A new hearing for change in maximum surface pressure limit has been scheduled for August 18th. We should like to request that an ammended packer setting depth be included in this new hearing.

Very truly yours,

iam W. Griffith

WWG/jc

cc: Mr. Joe D. Ramey, Director Oil Conservation Commission State of New Mexico Santa Fe, New Mexico 87501

> Mr. George Eng The Permian Corporation P.O. Box 3119 Midland, Texas 79701

RECEIVED

AUG 3 1976

D. C. C. ARTESIA, OFFICE