

1/30/02

RE:M.P. GRACE
CABIN BABY FED. NO 1
G-5-23S-31E
API NO. 30-015-21216
EDDY CO.

Lori
Steve

Doug Lynn (surface land manager with WIPP) called in regard to who has the primacy of the above well. Grace drilled the well in 1975 as a dry hole with only surface casing set.

BLM gave DOE the authorization to use this well per a Cooperative Agreement on 2/7/78.

A memo by Rick Beauheim with Sandia National Laboratories dated 10/20/99 stated to work over history the DOE project.

R-111 as passed 11/9/51 stating the drilling and plugging procedures for wells within the Potash Area. At the time of drilling the Cabin Baby was not in the area.

R-111-P enacted in 4/21/88 which took in section 5 -T23s-R31e.

As I read the attached, DOE agreed to plug the well per the attached letter and memo. The plugging procedure would be better than required by R-111-P.

Please advise.

TWG.
