

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

February 27, 2001

Patsy Clugston Phillips Petroleum Co 5525 HWY 64 NBU 3004 Farmington NM 87401

RE: San Juan 29-5 #54, N-31-29N-05W, API 30-039-20370

Dear Ms. Clugston:

The Bradenhead test on the above well indicates communication. In order to comply with Rule 108, prevent waste and protect fresh water, you are hereby directed to initiate remedial activity before April 1, 2001.

If you have any questions, please call me at 505-334-6178, ext. 16.

Sincerely,

Charlie T Perrin

Deputy Oil & Gas Inspector

cperrin@state.nm.us

Charlie T. Lerrin

CTP/mk

CC: Well file

CP