

January 3, 1996

Mr Rick Armstrong
Mitchell Energy Corp
PO Box 4000
The Woodlands TX 77387-4000

Re: Rosa #49, M-27-31N-04W, API-30-039-07945

Dear Jim:

Our records indicate that the above-mentioned well is inactive and requires P&A or TA approval under Rules 201, 202 and 203. Please review your records and contact our office indicating the status of this well. Plans to bring this well into compliance are to be submitted by January 21, 1996 and work completed by June 21, 1996. Rule 203 requires that a notice of intent to temporarily abandon a well be submitted on a Sundry Notice (OCD form C-103), and that a mechanical integrity test (MIT) be conducted on the casing before final approval. If there is a notice of intent to P&A filed and approved for this well, the work is to be completed by June 21, 1996. Also as we discussed in our phone conversation on December 21, 1995, we received a letter from Robert H. Graham, P.C. Attorney at Law reminding us of rule 203 and asking to have the well plugged due to the leaking gas and lack of any production which in their opinion creates a hazard to the area. During my inspection I found a casing valve leaking and closed the valve the best I could and the leak stopped then.

Sincerely,

A handwritten signature in cursive script, appearing to read "Johnny Robinson".

Johnny Robinson
Deputy O&G Inspector

JR/sh

cc: well file



GARY E. JOHNSON
GOVERNOR

JENNIFER A. SALISBURY
CABINET SECRETARY

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STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE



Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87504-2088

RE: Proposed MC Proposed DHC
Proposed NSL Proposed SWD
Proposed WFX Proposed PMX
Proposed NSP Proposed DD

Gentlemen:

I have examined the application received on _____
for the _____ OPERATOR _____
LEASE & WELL NO. _____

_____ and my recommendations are as follows:
UL-S-T-R _____

Yours truly,