



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

BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

September 9, 1992

David L Kendall MD
Kendall & Associates
719 W Apache
Farmington NM 87401

RE: Hare #1, G-23-29N-11W

Dear Dr. Kendall:

A recent inspection of your Hare Lease indicates that the referenced SWD well is in violation of SWD Order R-8419. The order states that injection be performed through plastic lined tubing installed in a packer set within 100' of the top perforation. The wellhead configuration reveals that you have been injecting down the 4 1/2" casing as the well is not equipped with tubing. The order further states that "at no time shall the surface pressure exceed zero PSI." Although the well was down when I was present, the Murphy Switch was set at 350 PSI and there was pressure on the casing. A review of our records also shows that injected volumes are not being reported on Form C 120A as required by Rule 1120.

You are hereby directed to cease injection until you are in compliance with the Order R-8419, Rule 1120 and until further notice from this office. There may be another problem with the well in that a small amount of water is percolating into the cellar from outside the original 6 5/8" casing. As I am sure you are aware, the water table in this area is very shallow and this seep may be occurring naturally. It may also be caused by the over-pressurized injection. If the latter proves to be the case, remedial action will be necessary.

If you have any questions, please feel free to call at 334-6178.

Yours Truly,

Charles Gholson
Deputy Oil & Gas Inspector

CG/sh

xc: David Catanach
Well File
UIC File