



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
1000 RIO BRAZOS RD. - AZTEC

87410

DIRECTOR
JOE D. RAMEY

LAND COMMISSIONER
PHIL R. LUCERO



STATE GEOLOGIST
EMERY C. ARNOLD

July 23, 1976

Mr. P. L. Payne, Jr.
Producing Royalties, Inc.
P. O. Box 1071
Lubbock, Texas 79408

Re: Producing Royalties, Inc.
Carrol Cornell #6
1-12-29N-12W

Dear Paul:

During a recent field inspection of the location of the subject well an odor of gas was detected. The odor is concentrated in the soil around the well bore.

Therefore, we believe the well casing is leaking.

Rule 108 requires the operator of a well with defective casing to proceed with diligence to repair or to plug and abandon the well.

File form 9-331 setting out your plan of action prior to any field activity for this remedial work.

If there are questions, please contact us.

Yours very truly,

A. R. Kendrick
Supervisor, District #3

ARK:mc

xc: Oil Conservation Commission
Santa Fe, New Mexico

United States Geological Survey
Farmington, New Mexico