



March 30, 1999

Mr. Barry Hunt  
Bureau of Land Management  
Carlsbad Resource Area  
620 East Greene Street  
Carlsbad, New Mexico 88220-6292

RE: Navajo Refining Company Proposed WDW-2, Eddy County, New Mexico  
Request for On-Site Inspection of Wellsite  
Subsurface Project No. 60A4937

Dear Mr. Hunt:

Navajo Refining Company (Navajo) is purchasing an existing well in Eddy County, New Mexico for planned use as a Class I nonhazardous effluent disposal well, and plans to reenter and test the well in the next few months. The well is on federal land. Subsurface Technology, Inc. (Subsurface), formerly Envirocorp Services & Technology, Inc., on behalf of Navajo, requests your participation in an on-site inspection of the wellsite as soon as possible.

Pertinent information about the existing well is provided below:

Lease Number:	NM 6852
Current Operator:	The Eastland Oil Company (September 1990 to present)
Lease:	Chukka Federal No. 2
Former Operator:	Fred Pool Drilling Company (August 1985 to September 1990)
Former Operator:	Amoco Production Company (July 1973 to August 1985)
Former Lease:	Diamond Federal Gas Com. No. 1
Location:	1980' FNL, 660' FWL (SW/4 NW/4, Unit Letter E) 12-T18S-R27E

Topographic Map (Attachment A)

Original Total Depth: 10,372 feet  
Plugged-Back Total Depth: 1912 feet  
Well Schematic (Attachment B)

Status: The well is producing from the Penrose from perforations between 1446 feet and 1462 feet. Navajo is currently