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APPROVALS

YEAR(S):



NEW MEXICO ENERGY, MMERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Jennifer A. Salisbury Cabinet Secretary

January 4, 2002

Lori Wrotenbery Director Oil Conservation Division

<u>CERTIFIED MAIL</u> <u>RETURN RECEIPT NO: 7000-1670-0012-5357-8192</u>

Ms. Nina Hutton XTO Energy, Inc. 810 Houston St., Suite 2000 Fort Worth, Texas 76102-6298

RE: CASE #3R0134 VALDEZ A#1E WELL SITE SAN JUAN COUNTY, NEW MEXICO

Dear Ms. Hutton:

The New Mexico Oil Conservation Division (OCD) has reviewed XTO Energy, Inc.s (XTO) July 26, 2001 "XTO ENERGY INC., REQUEST FOR ABANDONMENT OF GROUNDWATER MONITOR WELLS, VALDEZ A 1E, (G) SEC. 24 - T29N - R11W, SAN JUAN COUNTY, NEW MEXICO which was submitted on behalf of XTO by their consultant Blagg Engineering, Inc. This document contains XTO's request to close monitor wells MW-2, MW-4 and MW-5 at the Valdez THE well site to facilitate surface use of the land for farming by the landowner. The request is based upon 4 consecutive ground water sampling events from each well where contaminant concentrations were below New Mexico Water Quality Control Commission (WQCC) ground water standards.

The above-referenced request is approved. Please be advised that OCD approval does not relieve XTO of responsibility if the monitor well network fails to adequately monitor contamination related to XTO's activities. In addition, OCD approval does not relieve XTO of responsibility for compliance with any other federal, state, tribal or local laws and regulations.

If you have any questions, please contact me at (505) 476-3491.

Sincerely,

William C. Olson Hydrologist Environmental Bureau

xc: Denny Foust, OCD Aztec District Office Jeff Blagg, Blagg Engineering, Inc.