



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

3/28/2005

Ray Westall Operating
PO Box 4
Loco Hills, NM 88255

RE: State G Com #1

The attached form C-103 is returned with no action taken.

SWD-964 is hereby quoted in part:

IT IS THEREFORE ORDERED THAT:

"The applicant is hereby authorized to utilize its State "G" Com Well No.1 (API No. 30-015-22955)..... in such a manner as to permit injection of produced water for disposal purposes into the Canyon formation through perforations from 8,730 feet to 9,220 and through plastic-lined tubing set with a packer located within 100 feet to the top of the injection interval."

IT IS FURTHER ORDERED THAT:

".....

During completion operations, the operator shall swab test the disposal zone and supply the Division with swab results as well as an analysis of a representative water sample obtained from the disposal interval.

.....

The operator shall notify the supervisor of the Artesia district office of the Division of the date and time of the installation of disposal equipment and of any mechanical integrity test so that the same may be inspected and witnessed.

....."

In that the provisions of SWD-964 have not been adhered to approval of the authorization to begin injection cannot be granted and the SWD must cease injection immediately.

Sincerely,

Gerry Gaye
Deputy Field Inspector
District II - Artesia

State Of New Mexico
Energy, Minerals, and Natural Resources

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

Well API No. 30-015-22955
5. Indicate Type Of Lease State <input checked="" type="checkbox"/> Fee <input type="checkbox"/>
6. State Oil and Gas Lease No. 648
7. Lease Name Or Unit Agreement Name: STATE G COM
8. Well No. 001
9. Pool Name Or Wildcat

SUNDRY NOTICES AND REPORTS ON WELLS

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type Of Well:

Oil Well ☐ Gas Well ☐ Other ☒ SWD

Name Of Operator

Ray Westall Operating**RECEIVED**

Address Of Operator

P.O. Box 4 - Loco Hills, New Mexico 88255**MAR 24 2005**

Well Location

COO-ARTERIAUnit Letter **E** : **1980'** Feet From The **NORTH** Line And **660'** Feet From The **WEST** LineSection **24** Township **19S** Range **27E** NMPM County **EDDY**

10. Elevation (Show whether DR, RKB, RT, GR, ect.)

11. Check The Appropriate Box To Indicate Nature Of Notice, Report Or Other Data

NOTICE OF INTENTION TO:

Remedial Work ☐ Plug And Abandon ☐Temporarily Abandon ☐ Change Plans ☐Pull Or Alter Casing ☐ Multiple Completion ☐Other ☐

SUBSEQUENT REPORT OF:

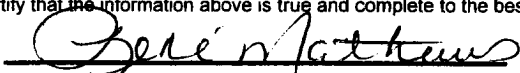
Remedial Work ☐ Alter Casing ☐Commence Drilling OPNS. ☐ Plug and Abandonment ☐Casing Test and Cement Job ☐Other: **CONVERT TO SWD** ☒

12. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

02/21/05 SET CIBP - DUMP 35' CMT TOP - PERF 8896'-9202'
02/22/05 ACIDIZE PERFS - 3 SETTINGS - ALL WENT ON VACUUM
02/23/05 SWABB WELL DOWN - STATIC F/L @ 7300'
02/24/05 LAY DOWN TBG, PKR AND RBP
02/25/05 RAN LOC-SET PKR TO 8748' - CIRCULATE PKR FLUID - SET PKR
PRESSURE UP ON ANNULUS TO 300 PSI, HELD FOR 30 MIN. NO BLEED OFF
RDMO

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

Signature



Title

Production Secretary

Date

03/01/05

Type Or Print Name:

RENE MATHEWS

Telephone No.

(505) 677-2370

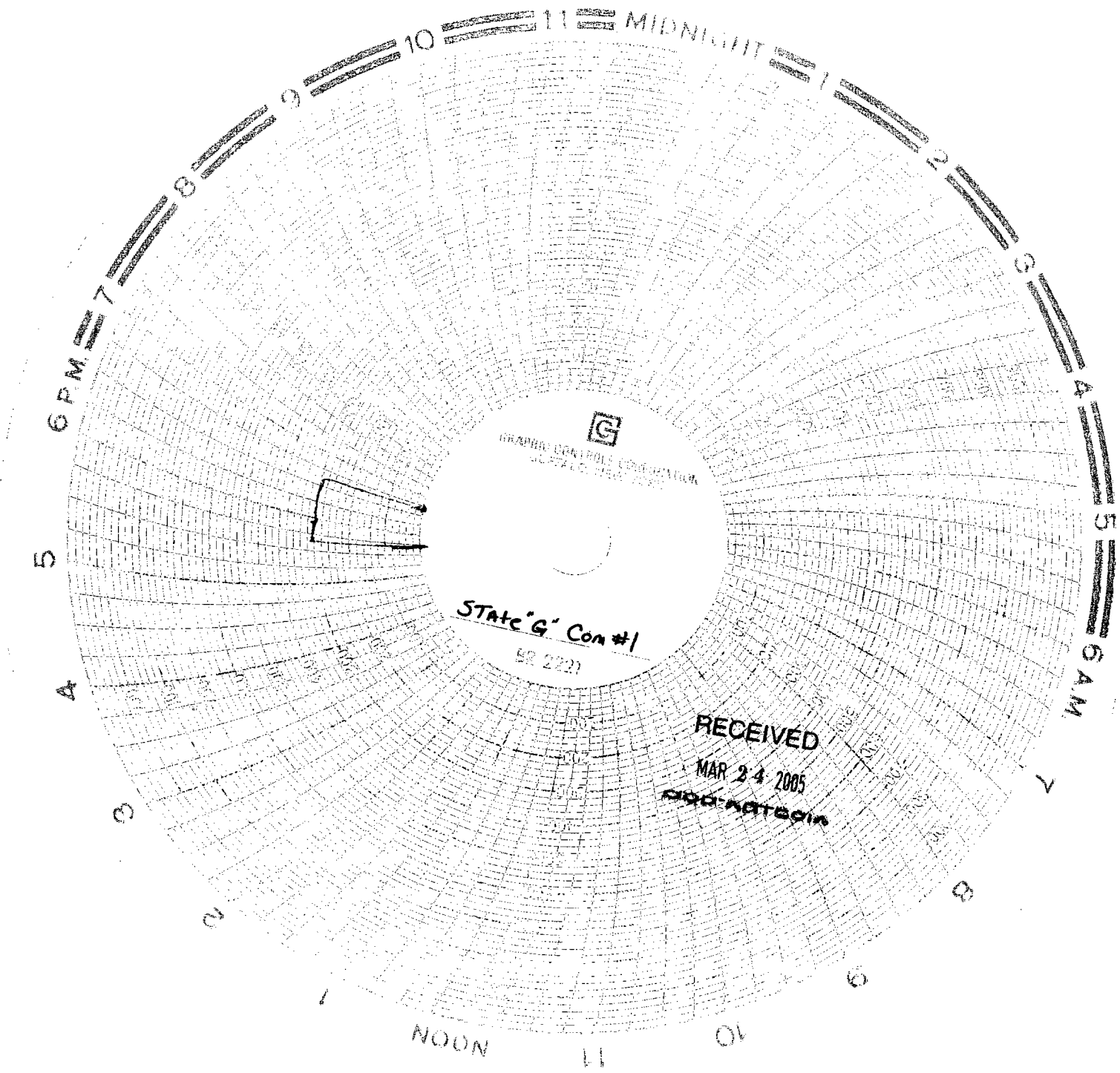
(THIS SPACE FOR STATE USE)

APPROVED BY

Title

Date

Conditions Of Approval If Any:



G
GRAPHIC CONTROLS CORPORATION
MADE IN U.S.A.

State 'G' Com #1
SR 2221

RECEIVED
MAR 24 2005
ADD-NOTED