

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
GOVERNOR

OIL CONSERVATION DIVISION
ARTESIA DISTRICT OFFICE

JENNIFER SALISBURY
CABINET SECRETARY

June 24, 1996

Grimm Oil Co./ Jack Grimm
P.O. Box 35
Abilene, TX 79604

Re: Properly Abandoned Wells, Grimm et al, Mobil 32 #1, Sec 32-25S-1E

Mr. Grimm;

Rule 201 A. states the operator of any well drilled for oil, gas or injection, for seismic, core or other exploration, or for a service well, whether cased or uncased, shall be responsible for the plugging thereof.

Rule 201 B. states a well shall be either properly plugged & abandoned or temporarily abandoned in accordance with these rules within (90) days after (1) a sixty day period following suspension of drilling. (2) a determination that the well is no longer usable for beneficial purposes. (3) a period of one year in which a well has been continuously inactive.

On June 4, 1993 and April 2, 1996 I wrote to you requesting some information concerning the above captioned well. To date we have yet to receive any response from you.

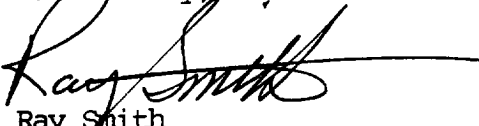
As far as I can tell the only thing done was to spot a 100 Sx plug across the 9 5/8" casing shoe at 10,861. To properly temporarily abandon any well a mechanical integrity test must be run to insure the integrity of the casing.

I am scheduling a test on this well for August 1, 1996 and it will be rescheduled every five years thereafter.

Please notify myself, Ray Smith or Betty Rollins at 505-748-1284 when you have the equipment set up for this test.

Failure to respond to this letter will result in us asking our Legal Bureau to schedule a hearing in Santa Fe so that you may appear and show cause why the well should not be plugged.

Yours Truly,


Ray Smith
Deputy Oil & Gas Inspector