



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
DISTRICT 1 HOBBS
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(505) 393-6161
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Jennifer A. Salisbury
CABINET SECRETARY

Talked to Bill O'Brien on 8/16/99. Mr. O'Brien indicated he had a possible buyer for the well and would know by the end of the month. He also said he has been waiting for oil prices to go up. I gave him a two week extension to 9/1/99, no more extensions. Will go to hearing. CW

Mack Chase with Mack Energy called and requested an extension for Mr. O'Brien so that his company could look at the well and see what needs to be done. I gave him till March 15, 2000 or six months on the phone to Mr. Chase. If nothing is done this will go to hearing as soon after 3/15/2000 as possible.

7/14/99

Bill O'Brien, President
Bobco International, Inc.
P.O. Box 934
Cloudford, NM 88317

Re: C.L. O'Brien #1-Operator: Stevans Operating Co.
UL A-S7-T8-30E

Dear Mr. O'Brien:

According to paperwork provided to this office, this well was assigned to Bobco International, Inc. on January 17, 1995 and since this well has not produced from 1989 to present, there are three options for this well: (1) temporarily abandon this well by setting a cast iron bridge plug above the top perforation in the producing zone and pressure testing the casing (2) put the well back on production (3) plug and abandon this well according to district 1 guidelines. Please respond on or before August 15, 1999. We will work with you on the course of action needed.

Sincerely

Chris Williams
NMOCD District 1 Supervisor
Hobbs

BWW