POST OFFICE 80X 1980 HO885, NEW MEXICO 88241-1980 (505) 393-6161

MEXICO ENERGY MINERALS AND NATURAL RESOURCES DEPARTME

February 23, 1996

Southwest Royalties Inc. P. O. Box 11390 Midland, Texas 79702

Re: Cities Federal SWD #1-L, Sec. 20, T22S, R36E

Gentlemen:

An Oil Conservation Division representative recently witnessed a bradenhead test on the above referenced salt water disposal well.

The well failed to meet mechanical integrity standards, with the information available indicating a tubing and/or packer leak.

As required by the EPA, we request that you shut in this well until such time as repairs are made and approved.

We are enclosing a copy of the test sheet for your information.

We request 24 hours notice prior to repairs in order to witness the operation and the pressure test upon completion of repairs.

Very truly yours

ONSERVATION DIVISION

Jerry Sexton Supervisor, District I

JS:bp

cc: William J. LeMay File

Enclosure