|   | 1   |      |                                       |                                 | 1                            |
|---|---|------|---------------------------------------|---------------------------------|------------------------------|
| Submit 3 Copies<br>to Appropriate<br>District Office  | State of New<br>Energy, Minerals and Natur                                    |      |                                       |                                 | Form C-103<br>Revised 1-1-89 |
| <u>DISTRICT I</u><br>P.O. Box 1980, Hobbs, NM 88240   | OIL CONSERVATION DIVISION<br>P.O. Box 2088<br>Santa Fe, New Mexico 87504-2088 |      |                                       | WELL API NO.<br>30-025-0674     | 42                           |
| DISTRICT II<br>P.O. Drawer DD, Artesia, NM 88210  |   |      |                                       | 5. Indicate Type                | STATE FEE X                  |
| DISTRICT III<br>1000 Rio Brazos Rd., Aztec, NM 87410  |   |      |                                       | 6. State Oil & Ga               |                              |
| SUNDRY NOT<br>( DO NOT USE THIS FORM FOR PF<br>DIFFERENT RESE<br>(FORM  | 7. Lease Name or Unit Agreement Name<br>ARGO A                                |      |                                       |                                 |                              |
| 1. Type of Well:<br>OIL OIL OIL   |   |      | R SOURCE                              |                                 |                              |
| 2. Name of Operator<br>Shell Western E&P Inc.   |   |      |                                       | 8. Well No.<br>10               |                              |
| 3. Address of Operator (WCK 4413)   |   |      | 9. Pool name or Wildcat               |                                 |                              |
| P.O. Box 576 Houston, TX 770010576  |   |      |                                       | HARE-SAN ANDRES                 |                              |
|   | Appropriate Box to Indic  |      |                                       |                                 | r Data<br>REPORT OF:         |
|   | PLUG AND ABANDON  |      | REMEDIAL WORK                         |                                 |                              |
|   | CHANGE PLANS  | X    | COMMENCE DRILLIN                      | GOPNS.                          |                              |
|   |   |      | CASING TEST AND CEIMENT JOB           |                                 |                              |
| OTHER: SI EXTENSION REQU  | EST   | X    | OTHER:                                |                                 |                              |
| 12. Describe Proposed or Completed Opwork) SEE RULE 1103.<br>RESPONSIVE TO NMOCD LETT<br>TO NMOCD ORDER NO. R-921<br>SHUT-IN STATUS PENDING OC<br>SINCE 1/91. | ER OF 1/14/92 (COPY AT<br>0 BY REQUESTING APPROV                              | TACH | ED), SHELL WESTE<br>F A ONE-YEAR EXTE | RN SEEKS AN I<br>ENSION OF THIS | EXCEPTION<br>WELL'S          |
| ATTACHMENT  |   |      |                                       |                                 |                              |

| SIGNATURE  | TITLE DIV. ENVIRONMENTAL ENGE | R DATE2/03/92              |
|--|-------------------------------|----------------------------|
| TYPE OR PRINT NAME W. F. N. KELLDORF   |                               | TELEPHONE NO. 713/870-3426 |
| (This space for State Use) ONCHEAN MONTON STATISTICS<br>(1809 STATISTICS) 2008 |                               | FEB 07'92                  |

.....

1/14/92

M. Kinger .

14/92

15:50

## STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES CEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

BRUCE KING GOVERNOR POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88241-1980 (505) 393-8181

## January 14, 1992

Mr. B.S. Jacobs Shell Western E & P Inc. P.O. Box 576 Houston, TX 77001 Met first childrene RE: NORTHEAST ARGO "A" WELL #10 FLUG AND ABANDONMENT PROCEDURES

Dear Mr. Jacobs:

The Oil Conservation Division (OCD) has received your proposed procedure to plug and abandon the Northeast Argo "A" well #10. The OCD cannot approve your proposed procedure to re-inject the natural occurring radioactive material (NORM) scale back into the San Andres formation.

The OCD does not have any rules pertaining to NORM and how to dispose of it. The Environmental Division (ED) has jurisdiction over NORM associated with oil and gas production and refused to grant the OCD permission to approve your proposed procedure. An alternative would be to store the material in drums, on a pad with a tarp over it until a procedure can be approved. Other operators in the area have used this practice in anticipation of a decision.

The OCD and the ED have set up a task force to implement a method to dispose of this waste. A decision should be forthcoming in 6 months to a year. The task force was ordered by Judy Espinoza, Secretary of the Environment, with hope of rectifying this problem.

The OCD would like to thank Shell Western E & P Inc. for it's concern. If you have any further questions, contact Chris Eustice at (505) 393-6161.

traly yours Vertev

JERRY SEXTON District I Supervisor

JS/sad

DRUG FREF His a State of His

## RECEIVED

JAN 1 4 1992

& ENVIRONMENT MANAGER WESTERN DIVISION