

Midland Division Exploration and Production Conoco Inc. 10 Desta Drive West Midland, TX 79705-4514 (915) 686-5400

September 24, 1991

Mr. Jerry Sexton Oil Conservation Division P.O. Box 1980 Hobbs, NM 88240

Dear Mr. Sexton:

MECHANICAL INTEGRITY TESTS - South Eunice Unit 1-A 20-22-38 South Eunice Unit 64-A 33-22-36

As requested in your letter of August 19, 1991, these two wells were shut-in following their failure to pass mechanical integrity tests. They will remain shut-in until repairs are made.

After additional engineering study has been made, both wells will either be repaired or abandoned. It is anticipated that these actions will occur during 1992 as per your verbal agreement with Cary Bounds.

Very sincerely yours,

Jerry W. Hoover Senior Conservation Coordinator