



STATE OF COLORADO
OIL AND GAS CONSERVATION COMMISSION
DEPARTMENT OF NATURAL RESOURCES
ROOM 237, COLUMBINE BUILDING
1845 SHERMAN STREET
DENVER, COLORADO 80203

D. V. ROGERS
Director
FRANK J. PIRO
Deputy Director

February 23, 1973

JOHN A. LOVE
GOVERNOR

Royal Drilling Company
610 Patterson Building
Denver, Colorado 80202

Attn: Mr. John Gable

RE: #1 Qualls NW $\frac{1}{4}$ NW $\frac{1}{4}$ Section 5,
T. 3 S., R. 64 W., 6th P. M.
660 FWL & 660 FNL
Bond #F-1418

Gentlemen:

On October 27, 1973, a field inspection of the above referred to well, revealed that the pits were not closed and the location was not leveled. This well has been released to the landowner, Mr. Qualls, for future completion as a water well. Water is leaking from the bull plug at the surface and running into the open pits. This situation would indicate that no plug, or an inadequate plug was set. Your report of June 2, 1972, received in this office on November 3, 1972, indicated that a 60-sack plug was set from 786 to 600 feet. You are liable to this Commission for the proper plugging of the lower hole in this instance, and the closing of pits and leveling of the location.

We request that you correct this situation at your earliest opportunity. If we do not hear from you within 30 days from the date of this letter, we will take immediate steps to accomplish the work with the bond that we hold for this purpose.

Very truly yours,

James A. McKee
Associate Petroleum Engineer

JAMcK:bm

cc: Hiram C. Gardner
Manufacturers & Wholesalers
Indemnity Exchange
2019 Stout Street
Denver, Colorado 80202