



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**

Governor

**Joanna Prukop**

Cabinet Secretary

**Lori Wrotenbery**

Director

**Oil Conservation Division**

16 January 2004

File  
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**Via Certified Mail**

Yeso Energy, Inc.  
P. O. Box 2248  
Roswell, New Mexico 88202-2248

**RE: NOTICE OF VIOLATION:**  
State P # 2

**NMOCD Rule 201**  
G-36-18-29

**Inactive Well**  
API# 30-015-10125

Ladies and Gentlemen:

**This letter shall serve as a Notice of Violation of the rules of the New Mexico Oil Conservation Division.**

You were notified of this matter by letters dated 6-23-2003 and 10-7-2003. An inspection of the well on 12-22-2003 found no work had been done. On 1-9-04 a call was placed to your phone. A message was left for a call back. As of 1-14-04 we have received no contact from you. This certified letter is being sent in part because all of the foregoing directives have brought no response.

Rule 201 of the New Mexico Oil Conservation Division provides as follows:

**201 WELLS TO BE PROPERLY ABANDONED**

201.A. The operator of any well drilled for oil, gas or injection; for seismic, core or other exploration, or for a service well, whether cased or uncased, shall be responsible for the plugging thereof. [7-12-90...2-1-96]

201.B. A well shall be either properly plugged and abandoned or temporarily abandoned in accordance with these rules within ninety (90) days after:

- (1) A sixty (60) day period following suspension of drilling operations, or
- (2) A determination that a well is no longer usable for beneficial purposes, or
- (3) A period of one (1) year in which a well has been continuously inactive.

Your above referenced well has remained inactive for a considerably longer time than allowed under this Rule. Your failure to respond to OCD directives and failure to bring this well into compliance are serious violations and merit a severe sanction, up to and including abandonment and plugging as well as civil penalties. This is the third and **final Notice of Violation.** In the event that this well is not brought into compliance **on or before 15 February, 2004,** you be summoned to a hearing in Santa Fe to **Show Cause why this well should not be plugged and civil penalties assessed.**

Respectfully yours,

cc: Tim Gum, District Supervisor, District II  
OCD Legal