

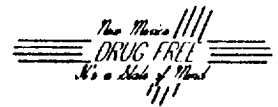


BRUCE KING
GOVERNOR

STATE OF NEW MEXICO
ENERGY, MINERALS and NATURAL RESOURCES DIVISION
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

ANITA LOCKWOOD
CABINET SECRETARY

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178



May 25, 1993

Mr. Tom E. Knowlton
Nerdlihc Company, Inc.
337 E. San Antonio Drive
Suite 101
Long Beach, CA 90807

RE: Temporarily Abandoned Wells
Bullseye #6, K-18-16N-09W
Bullseye #10, O-18-16N-09W
Bullseye #7, D-19-16N-09W

Dear Mr. Knowlton:

According to Sundries submitted by Nerdlihc, the Bullseye #6 was to be returned to production by April 15, 1993, and casing inspection logs were to be run on the Bullseye #10 and the Bullseye #7 by May 1, 1993. To date, this office has not received notification that any of this work has been performed. Your failure to comply is in violation of Rule 201. If you do not comply by June 25, 1993, a case will be docketed for hearing to show cause why referenced wells should not be plugged and abandoned in accordance with a Division approved plugging program.

Yours Truly,

Dianna K. Fairhurst

Dianna K. Fairhurst
Deputy Oil & Gas Inspector

xc: TA File
Well File