



STATE OF NEW MEXICO

ENERGY, MINERALS and NATURAL RESOURCES DIVISION
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE



BRUCE KING
GOVERNOR

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

May 16, 1994

MR RAND CARROLL
COUNSEL FOR OCD
PO BOX 2088
SANTA FE NM 87504-2088

RE: NERDLIHC CO. INC.
INDITOS #1 H-15-16N-09W
BULLSEYE #2 N-18-16N-09W
BULLSEYE #9 G-18-16N-09W
BULLSEYE #8 D-19-16N-09W
BULLSEYE A #2 P-13-16N-10W

Dear Rand,

Order R-8514 was written September 18, 1987, directing Evans Production Co. to plug and abandon the referenced wells or submit a plan to the Aztec office prior to October 31, 1987 to bring them into compliance. Evans Production made no effort to comply. The lease was later operated by Olsen Energy Associates and Devon Operation Co. Nerdlihc Co. Inc. was approved as operator June 22, 1990. As the enclosed copy of a letter written May 25, 1993 indicates, Nerdlihc was directed to initiate activity to P&A the wells or bring them into compliance by September 1, 1993. There has been no reply.

Nerdlihc has a \$50,000 cash bond #OCD 236. If you will write Mr. Knowlton a legal type threatening letter, perhaps they will plug the wells rather than have us call a show cause forced plugging case. If you need more information please call.

Yours Truly

Charles Gholson
Deputy Oil & Gas Inspector

CG/cs

xc: Well Files
TA File

enclosure