



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

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

CERTIFIED MAIL

September 10, 1990

Gila Exploration, Inc.
Robert G. McKinney, President
Jacek J. Gawron, Vice President
11261 Richmond Avenue, Suite G108
Houston, TX 77082

RE: Plugging Hogan State #1, B-16-18N-12W
Hogan State #2, B-16-18N-12W

Dear Sirs:

The above referenced wells have been inactive since their temporarily abandoned status expired on June 29, 1987. The New Mexico Oil Conservation Division directs the operator of record Gila Exploration, Inc. to initiate plugging operations. Plugging will be in accordance with rules 201, 202 and 204 of the Oil Conservation Division.

If plugging operations are not initiated within 15 days, the Oil Conservation Division will call a show cause hearing to force the plugging of the above referenced wells at the sole cost and responsibility of the operator.

Yours truly,

A handwritten signature in cursive script, reading "Denny G. Foust".

Denny G. Foust
Deputy Oil & Gas Inspector
NMOCD District III

DGF:sh

cc: Bob Stovall
Well File