

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

TONEY ANAYA GOVERNOR

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

December 22, 1986

Gila Exploration Inc. 839 Paseo de Peralta, Suite J Santa Fe, NM 87501

Re: Hogan State #1 B-16-18N-12W Hogan State #2 B-16-18N-12W Hogan State #3 D-16-18N-12W

Gentlemen:

Temporary abandonment on the Hogan #1 has expired. The Hogan #2 was spud 3/30/86 and put on a pump to clean well on 4/17/86. We received a C-104 naming Mancos Corp. as the oil transporter on 4/30/86. We have received no further reports. A recent field inspection reveals that the wells are dead and apparently abandoned.

You are hereby directed to plug and abandon these wells in accordance with a Division approved plugging program within 60 days of this date. Failure to comply will result in a case being called for Gila Exploration Inc., Four Corners Insurance and all other interested parties to apprear and show cause why the wells should not be plugged and abandoned. I assume the Hogan #3 is an abandoned location. I will make a field trip in the near future to make sure this is the case. If the well has been spud, you are directed to file a spud notice and any other required sundry notices.

If you have any questions, please contact this office.

Yours truly,

Charles Gholson
Oil & Gas Inspector

xc: Well Files Operator File Jeff Taylor

Four Corners Insurance 500 W. Main - Farmington