Drawer 600 Farmington, New Mexico 87401

December 31, 1981

Kenai Oil and Gas, Incorporated 717 17th Street, Suite 2000 Denver, Colorado 80202

Gentlemen:

We are in receipt of your Sundry Notice requesting approval to temporarily abandon your well No. 13-7 Federal, sec. 7, T. 23 N., R. 7 W., Rio Arriba County, New Mexico, lease No. NM-23051. Temporary abandonment is approved for 60 days from the date of approval stamped on your Sundry Notice.

If operations are not resumed within 60 days from the date of this letter, you must install a bridge plug no more than 50 feet above any open perforations. Temporary abandonment will then be approved for a period of one year and at the end of that time you will be required to show cause why the well should not be permanently plugged and abandoned. Authority for this action is contained in 30 CFR 221.34.

Procedures governing appeals from final decisions and orders by Conservation Division officials are contained in the regulations in 30 CFR Part 290. A notice of appeal must be filed in this office within 30 days of receipt of the final decision or order being appealed.

Sincerely yours,

James F. Sims

District Oil and Gas Supervisor

cc: NMOCC

