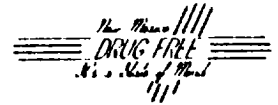




STATE OF NEW MEXICO

ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

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

August 14, 1992

Hicks Oil and Gas, Inc.
PO Drawer 3307
Farmington, NM 87499

RE: Temporarily Abandoned Wells
Gulf Federal #1, C-13-22N-07W
Gulf Federal #3, G-13-22N-07W
Bisti State #1, E-02-25N-13W
Southeast Cha Cha Unit #38, L-22-28N-13W

To Whom It May Concern:

Thank you for responding to Memorandum (3-91-10) dated December 27, 1991, however, you failed to submit the plans to bring these wells into compliance that were to be in this office by June 30, 1992. These wells are still inactive and requires P&A or TA approval under Rules 201, 202 and 203. Your failure to respond will result in violation of Rule 201. If you do not respond by October 1, 1992, we may assess fines or take other appropriate measures.

Sincerely,

Dianna K. Fairhurst

Dianna K. Fairhurst
Deputy Oil & Gas Inspector

XC: TA File
DKF File
Well File