P.O. Box 959 Farmington, New Mexico 8:401

El Paco Natural Gas Company P.O. Box 279 Farmington, MI 8 401

Gentlemen:

Reference is made to your well to. 74 SJU 2 -4, 1010 FSL and 1125 FEL Gec. 17, T. 27 H., R. 4 W. lease Santa Fe 000669 and well No. 75 SJU 2 -4, 790 FML and 790 FWL sec. 21, lease Santa Fe 080674. By Sundry Notice approved October 30, 1330 you were allowed to test the Pictured Cliff formation for 90 days from October 30, 1980 to determine the feasibility of permanently repairing a casing leak for well No. 74. By Sundry Notice approved January 3, 1981, you were allowed until Harch 6, 1981 to test the Pictured Cliff formation to determine the feasibility of permanently repairing a casing leak for well No. 75. The time allowed for both wells has expired and you are hereby requested to immediately shut-in both wells. Your Notice of Intent to either permanently abandon the wells or to permanently repair the casing leaks should be submitted as soon as possible. The wells must remain shut-in until one of the necessary actions are undertaken. Please submit a Sundry Notice for each well indicating the date and time each was shut-in.

You are advised this action is subject to administrative sppeal pursuant to 30 CFR 290. However, you are further advised that filing an appeal does not relieve the necessity of shutting the wells in.

Sincerely yours.

James F. Sims District Oil & Gas Supervisor

cc: SCR MIMOCD

Lease files SF 080674, SF 080669

JFSims:des