

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Jennifer A. Salisbury Cabinet Secretary

Lori Wrotenbery Director Oil Conservation Division

August 23, 2001

J. Keith Edwards J. K. Edwards Energy Corp. 1401-17th Street Suite 1400 Denver Colorado 80202

RE: Hickman 7R, A-03-26N-12W, API 30-045-25646

Dear Mr. Edwards:

Regarding the above mentioned well, the last reported production was reported in June 1998. On July 7, 2000 you submitted a notice of intent (attached) to return the well to production as soon as a rig became available. December 6, 2000, a directive was issued requiring you to submit plans to bring this well into compliance within 30 days (attached).

We received no response to the directive.

Your request for a six-month extension is denied.

You are hereby directed to submit plans to bring this well into compliance before September 20, 2001, review Rules 202 and 203 for the necessary filing requirements to return to production, plug and abandon or temporarily abandon this well.

If you have any questions, please call me at 505-334-6178, ext. 16.

Sincerely,

Charlie T Perrin

Deputy Oil & Gas Inspector cperrin@state.nm.us

Charlie T. Lerrin

CTP/mk

CC: BLM, Farmington Well file

CP

Attach (2)