



**JN Exploration & Production**  
**Colt Resources Corporation**

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December 8, 2000

New Mexico Energy, Minerals  
& Natural Resources Dept.  
Oil Conservation Division  
1000 Rio Brazos Road  
Aztec, NM 87410

Attn: Charlie T. Perrin  
Deputy Oil & Gas Inspector

RE: ~~Miller B-1E L~~  
Sec. 20-T30N-R13W  
API # 30-045-24718



Farnsworth Gas Com B-1E  
Sec. 08, T30N-13W  
API #30-045-26872

Dear Mr. Perrin:

On November 13, 2000, I received your separate letters dated November 8, 2000 concerning the Bradenhead Test information on the above referenced wells operated by Colt Resources Corporation.

Subsequent to this notice, Colt has sold all its interest in this field, including these wells, to Yates Petroleum Corporation, Artesia, NM. This was effective December 4, 2000 and they are in the process of filing the necessary forms for approval of change-of-operator with New Mexico Oil Conservation Division.

However, I have discussed this issue with their representative, Derrick Stallings, in order to meet the response deadline for plans to bring these wells in compliance of Rule 107A and 108 as you identify in your letters.

Therefore, on behalf of Yates Petroleum Corporation, we submit the following for your consideration:

- 1) Miller B-1E - Within 90 days, Yates Petroleum will obtain the necessary approvals and commence to perform remedial operations to repair casing leak at approximately 601-619' or plug and abandon the well.

- 2) Farnsworth Gas Com B-1E - Within 90 days, Yates Petroleum will obtain the necessary approvals and commence to perform remedial operations to re-establish the integrity of the casing annulus that is in apparent communication based on the Bradenhead Test.

Should you have any comments or need additional information, you may contact me at our Billings office or Derrick Stallings with Yates Petroleum Corp., 105 South Fourth Street, Artesia, NM 88210, telephone (505) 748-4198.

Thank you for your assistance and consideration.

Sincerely,

A handwritten signature in black ink, appearing to read 'R. Walling', with a stylized, cursive script.

Richard Walling  
Vice President - Operations

c: Derrick Stallings - Yates Petro. Corp.