STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

GARY E. JOHNSON GOVERNOR

JENNIFER A. SALISBURY CABINET SECRETARY

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178 FAX: (505) 334-6170

May 22, 1995

Certified: P 987 892 144

Sovereign Oil Co 2885 E Aurora Ave Ste 31 Boulder Co 80303

Soveriegn Oil Co 7490 Clubhouse Rd Ste 102 Boulder Co 80301

RE: Navajo Lake 32-6 #1, E-09-32N-06W, #30-045-25790, 900 FWL/1730 FNL

To whom it may concern:

The referenced well is in violation of rule #201 & #203. Therefore you are hereby directed to plug and abandon, return well to production or temporarily abandon it under rule #203 within 30 days.

If you fail to bring the well into compliance, we will schedule a show cause hearing as to why the well should not be plugged and abandoned.

Sincerely,

Johnny Robinson

Deputy Oil & Gas Inspector

Johnny Robinson

JR/sh

cc:

Rand Carroll

well file

Allied Fidelity Insurance Co