

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

TONEY ANAYA GOVERNOR

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

January 10, 1986

BayStar Petroleum Corp. Suite 900 First City Tower II PO Box 2975 Corpus Christi, TX 78403

Navajo M #2 K-33-32N-17W

Gentlemen:

Upon review of the NMOCD files of the referenced injection well, I find that the temporary abandonment status expired on June 1, 1977. NMOCD Rule 202.B. states that upon expiration of the permit for temporary abandonment and any extension thereto, the well shall be put to beneficial use or shall be permanently plugged and abandoned, unless it can be shown to the Division after notice and hearing that good cause exists why the well should not be plugged and abandoned, and a further extension to the temporary abandonment permit should be issued. In order to comply with NMOCD Rule 202.B. you are hereby directed to either return the referenced well to active status or plug and abandon it within six months.

Yours truly,

Carolyn J. Taplin

Field Representative

xc: Prentiss Childs Well File

Operator File

UIC File