OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131

April 29, 1996

Siete Oil & Gas Corporation P.O. Box 2523 Roswell, New Mexico 88201

Attn: Mr. Robert Lee

Re: Parkway Delaware Unit Well No.303 - Unauthorized Injection

Dear Mr. Lee:

Reference is made to the captioned well and its current status of unauthorized injection. You are hereby ordered to immediately shut-in the well and file a complete Application for Authority to Inject. Division Form C-108. Upon receipt of the C-108 and supporting data, you may contact the Division and request to run an injectivity test for a period of fifteen days. This is the normal suspense period allowed prior to issuance of an injection permit and begins either from the date of receipt of the application by this office or, the date of legal publication, whichever is later. Please refer to Rule 701 of the Division Rules and Regulations when compiling your application for the subject well.

Understand that unauthorized injection is a serious violation of the Division Rules and Regulations as well as a the Federal Underground Injection Control Rules and Regulations as contained within CFR Parts 144, 145 and 146. Please be advised that any future disregard for Division UIC Rules and Regulations and/or Division Orders well result in the imposition of fines and/or termination of injection authority.

Sincerety

William J. LeMay

Director

WJL/BES

cc: Oil Conservation Division - Artesia