



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop
Cabinet Secretary

August 8, 2003

Lori Wrotenbery

Director

Oil Conservation Division

Mr. Frates S. Seeligson
4040 Broadway Suite 510
San Antonio, TX 78209

RE: CLOSURE

**Daughtery - Crosby Salt Lake Treating Plant and Disposal Facility
Section 19, T 8 S, R 30 E; Section 24, T 8 S, R 29 E;
and Section 19, T 8 S, R 29 E, NMPM, Chaves County, New Mexico**

Dear Mr. Seeligson:

The New Mexico Oil Conservation Division (OCD) is in receipt Safety & Environmental Solutions, Inc. closure report dated June 1, 2003, for the Daughtery - Crosby Salt Lake Treating Plant and Disposal Facility at the above-referenced location. Based on the closure report and the May 28, 2003 and August 6, 2003 OCD inspection, the OCD has determined that the Daughtery - Crosby Salt Lake treating plant has been remediated to OCD standards and the site has been restored to prevent erosion. **The OCD hereby approves of the closure of Daughtery - Crosby Salt Lake treating plant.**

Please be advised that OCD approval does not relieve Daughtery - Crosby Salt Lake of liability should any remaining contaminants result in pollution of the ground water, surface water or the environment. In addition, OCD approval does not relieve Daughtery - Crosby Salt Lake of the responsibility for compliance with other federal, state, or local laws and/or regulations.

If you have any questions please contact Martyne J. Kieling at 505-476-3488.

Sincerely,

Roger C. Anderson
Environmental Bureau Chief

xc: Artesia OCD
Bob Allen, Safety & Environmental Solutions, Inc., 703 E. Clinton, Suite 102, Hobbs, NM 88240