



April 23, 1987

GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

JNC Resources Co.
6506 S. Lewis
Suite 162
Tulsa, Oklahoma 74136

Re: Johnson Well No. 2
N-23-10N-28E
Quay County, New Mexico

Gentlemen:

Review of the file for the above-referenced well indicates the following deficiencies which must be corrected within the next 15 days. You are required to file with this office:

1. Form C-105. This form must be filed in quintuplicate along with a summary of all special tests conducted on the well.
2. Form C-103. This form must be filed in triplicate as a subsequent notice and shall include a detailed program of procedures for plugging and abandoning the well. (See highlisted paragraph under Rule 1103-A). Plugging operations must be in accordance with OCD rules and regulations and must be approved prior to bond release.

Please notify this office as soon as location restorations have been completed on this well and your No. 1 well.