



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

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December 4, 1979

Polaris Oil & Gas, Inc.
2480 West 26th Avenue
Denver, Colorado 80211

Attention: R. A. Hildebrand

Gentlemen:

A field inspection on December 14, 1978, revealed that there was no identification of the plugged well located in Unit F of Section 29, Township 24 North, Range 21 East, NMPM, Colfax County, New Mexico. This would be the well known as your Hunter No. 1. There was some pipe - other than the marker - left at the site and the location had not been restored or levelled.

On the same date, it was found that the well site in Unit P of Section 26, Township 24 North, Range 21 East, NMPM, Colfax County, New Mexico - known as your Davis No. 1 was not restored or levelled.

You will note that Rule 202 of the Oil Conservation Commission Regulations is specific with respect to the above. Furthermore, this rule also requires that we be furnished completed Forms C-103 as subsequent reports of the abandonment. These have not been received, so actually there is no official report that the abandonment is complete for either of the wells described above, although your letters dated 11/20/78 and 12/5/78 convey that information. Release of your bond is effected by your requests made on those dates and approval of the "Subsequent Report of Plugging and Abandonment." Due to the defects herein described, such approval is presently unjustified.

Since the lands involved are privately owned, additional levelling or site restoration could be avoided by your submitting waivers from the landowners, ie. letters stating that no additional reclamation of the locations is necessary or desired. However, the permanent identification requirement cannot be waived. (See Rule 202).

When you feel the locations are in compliance with the New Mexico laws, please submit the necessary C-103 forms and a second inspection will be made.

Yours truly,

CARL ULVOG, District IV Supervisor

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