

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

2 June 2003

Reliance Energy, Inc. 6 Desta Drive, Suite 5500 Midland, Texas 79705

RE: Willow Spring 34 State #1

F-34-4-25

API 30-005-63251 Violation of Rule 201:

Well needs to be properly abandoned.

Willow Spring 23 Sate # 1

F-23-4-25

API 30-005-63290 Violation of Rule 201:

Well needs to be properly abandoned.

Dear Sirs:

This second directive is to notify you that these wells are still in violation of Rule 201.

On 21 February, 2003 a letter was sent notifying you on the violation of Rule 201. An inspection of the wells found no action has been taken.

To bring the wells into compliance you have 3 options:

- 1. Put the wells into production.
- 2. T.A. the wells.
- 3. P. A. the wells.

In the event that a satisfactory response is not received to this letter of direction by 5 July, 2003, further enforcement will occur. Such enforcement may include this office applying to the Division for an order appropria

further enforcement will occur. Such enforcement may include this office applying to the Division for an order summoning you to a hearing before a Division Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.

Sincerely,

Van Barton Field Rep. II