

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

18 August 2003

Harvey E. Yates Company P.O. Box 1933 Roswell, N.M. 88202 Attn: Gordon Yaney

RE:

- Bennett Ranch Unit 25 #1 well, located in Section 25, T26S-R12E of Unit G, Otero County, New Mexico NMPM, API # 30-035-20031
- Bennett Ranch Unit #1Y well, located in Section 14, T26S-R12E of Unit B, Otero County, New Mexico NMPM, API # 30-035-20028

Dear Mr. Yaney,

In regards to the above, the New Mexico Oil Conservation Division (NMOCD) has not received a complete set of electric logs run for each well. In addition, NMOCD is also lacking the Bureau of Land Managements' regulatory reports following the setting of casing on 11/12/01 for the Bennett Ranch Unit 25 #1. This particular well should have reports such as a well completion report, notarized deviation survey and other regulatory reports required by the BLM.

Please refer to the NMOCD's Rules and Regulations 1105.A., 111 and 1128.A.

Rule 1128.A. pertains to regulatory forms required by the NMOCD on Federal lands.

Failure to comply with NMOCD's Rules and Regulations in this matter may result in civil penalties being imposed. Please call our office if you have any questions.

Respectfully yours,

Bryan G. Arrant PES-OCD-District II

Cc: Tim Gum-District Supervisor, Artesia

David Brooks-Legal Council, Santa Fe