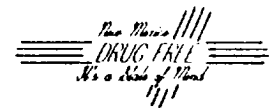




STATE OF NEW MEXICO
ENERGY, MINERALS and NATURAL RESOURCES DIVISION
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

June 4, 1993

Mr. Sean Burr
Basin Fuels, Ltd.
PO Box 50
Farmington, NM 87499

RE: Slick #1, D-07-20N-05W

Dear Mr. Burr:

In regards to our telephone conversation today, the above mentioned disposal well is now being classified as a temporarily abandoned well. A mechanical integrity test (MIT) was performed on this well August 13, 1992, therefore the NMOCD is granting temporarily abandoned status on this well until August 13, 1997. At such time, the well must be retested, returned to production or plugged and abandoned according to Rules 201, 202 and 203.

Yours Truly,

A handwritten signature in cursive script that reads "Dianna K. Fairhurst".

Dianna K. Fairhurst
Deputy Oil & Gas Inspector

XC: TA File
Well File
UIC File
David Catanach - UIC Director