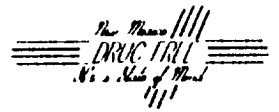




STATE OF NEW MEXICO
ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

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

July 27, 1992

Billco Energy, Inc.
P.O. Box 3038
Farmington, NM 87499

RE: Temporarily Abandoned Wells
Martin-Florance #8, C-05-23N-04W
Martin Florance #7, J-06-23N-04W
M & M #2, N-06-23N-04W

To Whom It May Concern:

Our records indicate that the above wells are inactive and require P&A or TA approval under Rules 201, 202 and 203. Please review your records and contact this office indicating the current status of these wells. Plans to bring these wells into compliance are to be submitted by December 31, 1992 and work completed by July 21, 1993. Rule 203 requires that a notice of intent to temporarily abandon a well be submitted on a Sundry Notice (OCD form C-103) and that a mechanical integrity test (MIT) be conducted on the casing prior to final approval. If there is a notice of intent to P&A filed and approved for these wells the work is to be completed by July 21, 1993.

Sincerely,

Dianna K. Fairhurst

Dianna K. Fairhurst
Deputy Oil & Gas Inspector

DKF/sh

XC: TA File
DKF File
Well File