



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

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

Certified Mail Receipt P 843 754 777

August 8, 1991

Mesa Grande Resources, Inc.
Attn. Chris Phillips
2200 Phil Tower Building
Tulsa, OK 74103

RE: Mesa Grande Resources, Inc.
North Lindrith 23 #1
H-23-25N-02W

Dear Mr. Phillips:

The North Lindrith 23 #1 has been completed since June 1, 1989, and is still not hooked up. With no sales from the well it is in violation of Division Rule 203 concerning temporary abandonment. Please file a C-103 with this office covering the appropriate data.

The well still has the drilling reserve pit in place. Apparently no efforts have been made to close the pit since correspondence from this office in December 1990. Run-off into the pit has not been diverted and no effort has been made to reduce the size of the pit by squeezing. The lined reserve pit is in violation of Division Rule 8B concerning migratory birds and netting of lined pits. The location still contains trash, pieces of pit liner, thread protectors, and pallets, which were not cleaned up as directed. Mesa Grande Resources has until August 19, 1991, to submit a work schedule to this office and until September 8, 1991, to complete clean up of the well pad and close the reserve pit. Failure to comply will result in fines of up to \$1,000.00 per day per violation from the date of this letter.

Yours truly,

A handwritten signature in dark ink, appearing to read 'Frank Chavez'.

Frank Chavez, District Supervisor

cc: Bob Stovall
Operator File
DGF File
Well File