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

May 6, 1991

Mr. Norman L. Gilbreath P.O. Box 208 Aztec, NM 87410

RE: Montano #1, N-28-30N-12W, McCarty #1, M-28-30N-12W

Dear Norman:

As you will recall, temporary abandonment on the referenced wells expired on or about March 22, 1987. The Swab Tests your company performed in early 1987 were apparently unsuccessful as we have received no further reports. The wells have been neglected after testing was completed.

In order to prevent waste and protect fresh water, you are hereby directed to initiate plugging activity within 90 days of this date. Failure to comply will result in a case being called for Norman L. Gilbreath, United States Fidelity & Guaranty Surety and all other interested parties to appear and show cause why these wells should not be plugged and abandoned in accordance with a Division approved plugging program.

Yours truly,

Charles Gholson

Deputy Oil & Gas Inspector

NMOCD District III

xc: United States Fidelity & Guaranty

Box 35660

Albuquerque, NM 87110

Bob Stovall Well Files