



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

Ridgeway Arizona Oil Corp.
PO Box 1110
St. Johns, Arizona 85936
Attn. Mr. Tom White

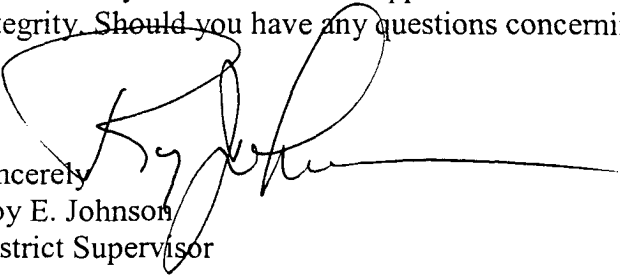
Re: Cottonwood Canyon Unit Wells, Temporarily Abandonment
Status

Dear Mr. White

Enclosed please find your approved Sundry Notices pertaining to the Mechanical Integrity Tests that were run in November. For those wells that failed this test please reschedule a testing program for the first quarter of 2002 in order that they will be in compliance with the NMOCD Rules and Regulations.

Another matter of concern is the configuration of your well heads and the reclamation of your well sites. Well heads consisting of a large gate valve bring up numerous safety issues and having a single point of entry into the well bore makes working and testing of the well difficult and dangerous. Site reclamation needs to be completed as soon as possible as outlined by the divisions rules and regulations.

Please notify this office of the approximate date of your re-testing of these wells for mechanical integrity. Should you have any questions concerning this matter please contact me at this office.

Sincerely,

Roy E. Johnson
District Supervisor