



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
DISTRICT I HOBBS
1625 N. French Drive, Hobbs, NM 88241
(505) 393-6161
FAX (505) 393-0720

Jennifer A. Salisbury
CABINET SECRETARY

September 29, 1999

Kelly H. Baxter
P O Box 11193
Midland, Tx 79702

RE: Speight # 1
Unit Letter A, Section 15, Township 13 South, Range 38 East

Gentlemen:

Through routine inspection it has come to our attention that the above referenced wells have been shut in for an extended period of time. A review of our records show that these wells has not been Temporarily Abandoned. Producing wells can not be shut in for longer than a year.

The following options are available regarding the future disposition of this well:

1. Restore the well to production.
2. Set plug, conduct mechanical integrity test, and request temporary abandoned status.
3. Submit a proposal to plug and abandon the well, proceed with plugging on a timely basis after the proposal has been evaluated, amended and or approved.

To avoid further action, we request that you exercise one of the above options no later than December 29, 1999. We request that you notify this office 24 hours prior to any operation in order to witness the operation, either repair or plugging and pressure test upon completion of repairs or to request TXA status.

Very truly yours
OIL CONSERVATION DIVISION

Billy Prichard
Deputy Inspector, District 1

Xc: Chris Williams
Gary Wink
File

Well: SPEIGHT No.: 001
Operator: KELLY H BAXTER API: 3002529664
Township: 13S Range: 38E Section: 15 Unit: A Type: P
County: Lea

Year: 1998

Pool Name: BRONCO;SILURO DEVONIAN

Month	Oil(BBLS)	Gas(MCF)	Water(BBL)	Days Produced
January	0	0	0	0
February	0	0	0	0
March	0	0	0	0
April	0	0	0	0
May	0	0	0	0
June	0	0	0	0
July	0	0	0	0
August	0	0	0	0
September	0	0	0	0
October	0	0	0	0
November	0	0	0	0
December	0	0	0	0

Year: 1999

Pool Name: BRONCO;SILURO DEVONIAN

Month	Oil(BBLS)	Gas(MCF)	Water(BBL)	Days Produced
January	0	0	0	0
February	0	0	0	0
March	0	0	0	0
April	0	0	0	0
May	0	0	0	0
June	0	0	0	0
July	0	0	0	0
August	0	0	0	0
September	0	0	0	0
October	0	0	0	0
November	0	0	0	0
December	0	0	0	0



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Jennifer A. Salisbury
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September 29, 1999

Kelly H. Baxter
P O Box 11193
Midland, Tx 79702

RE: Speight SWD # 2
Unit Letter H, Section 15, Township 13 South, Range 38 East

Gentlemen:

Through routine inspection it has come to our attention that the above referenced wells have been shut in for an extended period of time. A review of our records show that this well has not been Temporarily Abandoned. To bring the well in to compliance with OCD rule 705.

The following options are available regarding the future disposition of this well:

1. Conduct NMOCD witnessed MIT and restore the well to disposal.
2. Set plug, conduct mechanical integrity test, and request temporary abandoned status.
3. Submit a proposal to plug and abandon the well, proceed with plugging on a timely basis after the proposal has been evaluated, amended and or approved.

To avoid further action, we request that you exercise one of the above options no later than December 29, 1999. We request that you notify this office 24 hours prior to any operation in order to witness the operation, either repair or plugging and pressure test upon completion of repairs or to request TXA status.

Very truly yours
OIL CONSERVATION DIVISION

A handwritten signature in cursive script that reads "Billy E. Prichard".

Billy Prichard
Deputy Inspector, District 1

Xc: Chris Williams
Gary Wink
File



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Jennifer A. Salisbury
CABINET SECRETARY

October 1, 1999

Kelly H. Baxter
P O Box 11193
Midland, Tx 79702

RE: State 26 # 1.....SWD
Unit Letter B, Section 26, Township 12 South, Range 32 East

Gentlemen:

Through routine inspection it has come to our attention that the above referenced well has been shut in for an extended period of time. A review of our records show that on August 17, 1998 the NMOCD wrote you a letter concerning the future of this well. The OCD received your letter dated September 2, 1998 concerning the sell of this well to Merch Merchant. The NMOCD has not received form C-104 requesting a change in operator. As the last approved operator you are requested to bring the well in to compliance with OCD rule 705. The following options are available regarding the future disposition of this well:

1. Conduct NMOCD witnessed MIT and restore the well to disposal.
2. Set plug, conduct mechanical integrity test, and request temporary abandoned status.
3. Submit a proposal to plug and abandon the well, proceed with plugging on a timely basis after the proposal has been evaluated, amended and or approved.

To avoid further action, we request that you exercise one of the above options no later than October 15, 1999. If no response is received buy this date we will have no option but to schedule a Show Cause Hearing to require you to plug the above referenced well. We request that you notify this office 24 hours prior to any operation in order to witness the operation, either repair or plugging and pressure test upon completion of repairs or to request TXA status.

Very truly yours
OIL CONSERVATION DIVISION

Billy Prichard
Deputy Inspector, District 1

*Letter
sent
Certified*

Xc: Chris Williams
Gary Wink
Rand Carroll
File

BEJ



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenberg
Director
Oil Conservation Division

July 27, 2000

Kelly H. Baxter
POB 11193
Midland, Tx 79702

RE: State FP # 1
Unit Letter O, Section 23, T16S, R33E
Wallen Fee # 1
Unit Letter D, Section 28, T20S, R34E
Wallen Fee # 2
Unit Letter C, Section 28, T20S, R34E

A review of our records and recent inspections show that the above referenced wells have been shut in for an extended period of time. Order R-9210 states that an operator can not leave a well shut in longer than a year. The following options are available for the future of the above well.

1. Restore the wells to production.
2. Set plug, conduct mechanical integrity test, and request temporary abandoned status.
3. Submit a proposal to plug and abandon the well, proceed with plugging on a timely basis after the proposal has been evaluated, amended and or approved.

To avoid further action, we request that you exercise one of the above options no later August 6, 2000. This letter is the first step in the documentation to take the well to Show Cause Hearing as to why the bond should not be forfeited and the well plugged. We request that you notify this office 24 hours prior to any operation in order to witness the operation, either repair or plugging and pressure test upon completion of repairs or to request TA status.

Very truly yours
OIL CONSERVATION DIVISION

A handwritten signature in black ink, appearing to read "BEP".

Billy E. Prichard
Deputy Inspector, District 1

Cc:
Chris Williams
Gary Wink
Sylvia Dickey
Lyn Hebert
file

Well: STATE FP No.: 001
Operator: KELLY H BAXTER API: 3002521925
Township: 16S Range: 33E Section: 23 Unit: O Type: S
County: Lea

Year: 1998

Pool Name: KEMNITZ;LOWER WOLFCAMP

Month	Oil(BBLS)	Gas(MCF)	Water(BBL)	Days Produced
January	0	0	0	0
February	0	0	0	0
March	0	0	0	0
April	0	0	0	0
May	0	0	0	0
June	0	0	0	0
August	0	0	0	0
September	0	0	0	0
October	0	0	0	0
November	0	0	0	0
December	0	0	0	0

Year: 1999

Pool Name: KEMNITZ;LOWER WOLFCAMP

Month	Oil(BBLS)	Gas(MCF)	Water(BBL)	Days Produced
January	0	0	0	0
February	0	0	0	0
March	0	0	0	0
April	0	0	0	0
May	0	0	0	0
June	0	0	0	0
July	0	0	0	0
August	0	0	0	0
September	0	0	0	0
October	0	0	0	0
November	0	0	0	0
December	0	0	0	0



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July 27, 2000

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Lyn Hebert
file