

1/10/05

Jackie Brewer (dba Sandlot Energy) , at the request of the OCD meet with District II personnel at 2PM on 1/10/05. The purpose of the meeting was to discuss the non-complaint wells and environmental issues resulting from leaks and spills. Sandlot Energy was advised of the next enforcement action that will be taken if all the stated issues are not brought into compliance within the agreed time frame.

The OCD on numerous occasions has notified Sandlot Energy both verbally and with letters that the OCD Rules and Regulations were not being complied with. The OCD has made the best attempt to work with Sandlot to come into compliance with the Rules. However there has been no positive results as of date.

All of the outstanding violations will be brought into compliance by the date of Sept. 30, 2005.

A Hearing will be set to assess a civil penalty , request an Order to with draw Sandlots blanket bond and plug all wells ,if the compliance date is not obtained.

J. Brewer

Jackie Brewer

JAN. 19, 2005

Date

Tim W. Gum

Tim W. Gum

2/2/05

Date.

**Jackie Brewer D/B/A
Sandlott Energy
Case 14074
OCD Exhibit No. 16**