



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

September 12, 1994

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

ANITA LOCKWOOD
CABINET SECRETARY

**CERTIFIED MAIL
RETURN RECEIPT REQUESTED**

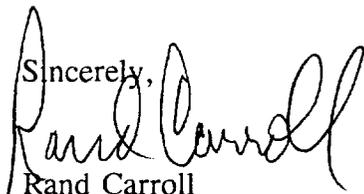
Donald Sharratt
12500 Whitesettlement Road
Fort Worth, TX 76108

RE: Baker C #1, Sec 26, T22S, R37E
Lea County, New Mexico

Dear Mr. Sharratt:

Enclosed are copies of letters sent to you by our Hobbs District Office dated August 3, 1993, July 29, 1993, and February 4, 1993, in which we informed you of problems with the above-referenced well and directing you to plug the well which you failed to do. The Oil Conservation Division is therefor informing you of its intent to call a "show cause" hearing directing you to show cause why an order should not be entered determining that the well should be plugged, directing the plugging bond you posted to be forfeited, and directing you to plug the well. If you do not then plug the well and the Oil Conservation Division is required to do so, the Division will seek to recover any monies expended above the amount of your posted bond from you through all available legal means.

Please respond to this letter by September 22, 1994. The OCD intends to set the show cause hearing for October 13, 1994.

Sincerely,

Rand Carroll
Legal Counsel
State of New Mexico Oil
Conservation Division

cc: Jerry Sexton, OCD
Gary Wink, OCD