



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

September 18, 2000

Ammonite Energy Texas, Inc
PO Box 10926
Midland, Tx 79702

RE: Dickinson Cattle Co # 1
Unit Letter P, Section 5, Township 15 South, Range 38 East
Dickinson Cattle Co "33" # 2
Unit Letter M, Section 33, Township 14 South, Range 38 East

Joe :

Through field inspections and a review of compliance correspondence 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 have not been properly Temporarily Abandoned. Order R-9210 states that wells can not be shut in for longer than a year.

The following options are available regarding the future disposition of these wells:

1. Restore the wells to service.
2. Wells to be Temporarily Abandoned in accordance with Rule 203.
3. Wells to be Plugged and Abandoned in accordance with Rule 202.

To avoid further action, we request that you exercise one of the above options no later than October 18, 2000. This letter is the first step in the documentation to schedule a Show Cause Hearing. 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
505-393-6161 Ext 107
Cell 505-369-6412
Email bprichard@state.nm.us

CC:

Chris Williams
Gary Wink
Lyn Hebert
Sylvia Dickey