



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

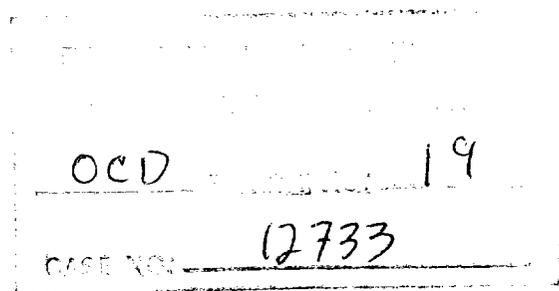
Lori Wrotenbery
Director
Oil Conservation Division

FINAL NOTICE

CERTIFIED MAIL

DECEMBER 26, 2000

READ & STEVENS INC
P.O. BOX 1518
ROSWELL, NM 88210



RE: INACTIVE NON-COMPLIANCE WELLS

The Oil Conservation Division (OCD) currently is addressing all inactive non-compliance wells as a top priority statewide project. A mass mail out was made on May 11, 2000 requesting information from each operator that had inactive wells. A second mail out was made on September 8, directing each operator as part of this project to provide additional information based on how they had responded to the May 11, 2000 letter.

By copy of this letter, the OCD director is requested to schedule a "Show Cause Hearing" to allow you the opportunity to appear and to show way a shut in order, order to plug and abandon all inactive non-compliance wells and/or to call for the forfeiture of your statewide bond is not issued. If your bond is called you can no longer operate in the State of New Mexico.

The "Show Cause Hearing" will be stayed if an aggressive plan being detailed and specific as to type of work and time frame to bring all non-compliance wells into compliance is received in this office within 30 days of receipt of this letter.

Attached is the latest (11/16/00) OCD list of inactive non-compliance wells for your company.

TIM W. GUM

DISTRICT II SUPERVISOR
OIL CONSERVATION DIVISION

XC: LORI WROTENBERY ---- DIRECTOR
OCD ATTORNEY
ATTACHMENT

READSTEPHENSINACT111600.XIS

API #	Type	Last Production/ Injection	Well Name and Number	ULSTR	FNS	FEW
30-005-20422	O	06-1990	JACKSON #001	I-25-12S-30E	1980S	660E
30-005-60014	G	01-1995	BUFFALO VALLEY COM #001	F-02-15S-27E	1650N	1650W
30-005-60194	O	04-1995	SULIMAR #001	K-26-15S-29E	1800S	2150W
30-005-60206	O	10-1994	SULIMAR #002	M-26-15S-29E	990S	990W
30-005-60481	G	03-1998	LULA #003	I-07-15S-28E	1650S	990E
30-005-62991	G	NONE	WEST HAYSTACK FEDERAL #005	F-19-06S-27E	1650N	2100W
30-015-10360	I	09-1992	BUNKER HILL WATER FLOOD UNIT #009	L-13-16S-31E	1980S	660W
30-015-23608	I	03-1992	BUNKER HILL WATER FLOOD UNIT #015	P-14-16S-31E	660S	660E
30-015-23609	I	09-1992	BUNKER HILL WATER FLOOD UNIT #019	D-24-16S-31E	660N	660W
30-015-23700	I	02-1992	BUNKER HILL WATER FLOOD UNIT #017	N-13-16S-31E	730S	1910W
30-015-24271	O	11-1989	BUNKER HILL WATER FLOOD UNIT #002	D-13-16S-31E	660N	660W
30-015-24387	O	02-1998	BUNKER HILL WATER FLOOD UNIT #028	K-23-16S-31E	1780S	1980W
30-015-24558	O	10-1998	AMOCO SKEETER #001	E-14-16S-31E	1980N	330W
30-015-26567	O	06-1996	JAMIE FEDERAL #003	E-14-18S-31E	1650N	330W

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:
 Read & Stevens INC
 PO Box 1518
 Roswell NM 88210

2. Article Number (Copy from service label)
 7000 0600 0026 1537 0410

PS Form 3811, July 1999

Domestic Return Receipt

102595-00-M-0952

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) B. Date of Delivery
 12-29-00

C. Signature
 X *Casimir Jalbert* Agent Addressee

D. Is delivery address different from item 1? Yes No
 If YES, enter delivery address below:

3. Service Type
 Certified Mail Express Mail
 Registered Return Receipt for Merchandise
 Insured Mail C.O.D.

4. Restricted Delivery? (Extra Fee) Yes

U.S. Postal Service
CERTIFIED MAIL RECEIPT
 (Domestic Mail Only; No Insurance Coverage Provided)

0410 2657 1537 9200 0000 7000 0600 0026 1537 0410

Postage	\$.33
Certified Fee	1.40
Return Receipt Fee (Endorsement Required)	1.25
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 2.98

Postmark
 Here

Recipient's Name (Please Print Clearly) (to be completed by mailer)

Read & Stevens Inc

Street, Apt. No. or PO Box No.

PO Box 1518

City, State, ZIP+4

Roswell NM 88210 88201

PS Form 3800, February 2000

See Reverse for Instructions