STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING

April 1, 1992

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

CERTIFIED MAIL NO. P 690 155 059 RETURN RECEIPT REQUESTED

Energy Oil & Gas Corporation 6105 N.W. 32nd Street Bethany, OK 73008

Attention: Mr. Andy Wilkerson

RE: Sadler Well No. 1; Unit I, Section 3, Township 24 North,

Range 29 East, NMPM, Union County, New Mexico.

Dear Mr. Wilkerson:

In regards to the above-referenced well and our previous correspondence concerning the plugging and abandonment of this well, it has become obvious that the landowner (Mr. Sadler) has no intentions of taking this well over. In lieu of this information, the New Mexico Oil Conservation Division has no other option but to schedule a forced plugging case at the next examiner hearing. This case will be filed with the examiner in thirty days. Should you elect to plug this well on your own initiative, please contact this office in writing within thirty days. After that period, this office will require forfeiture of the plugging bond and will plug the referenced well.

Should you have any questions pertaining to this matter, please contact me at 827-5800.

Sincerely

Roy E Johnson

Senior Petroleum Geologist

REJ/amg

cc: The Travelers

P.O. Box 26870

Oklahoma City, OK 73187-0030

Attention: Patsy Payne