



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



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

September 17, 1992

The Travelers
P. O. Box 26870
Oklahoma City, Ok. 73187-0030

Attention: Patsy Payne

Re: Bond No. 572E6232
Energy Oil and Gas Corp.
Sadler Well No. 1
I-3-24N-29E
1980' FSL and 662' FEL,
Union County, New Mexico

Dear Ms. Payne:

In regards to the above-referenced well, this office has been in correspondence with Mr. Andy Wilkerson dba Energy Oil & Gas concerning the proper plugging and abandonment. Mr. Wilkerson has informed this office that appropriate arrangements have been made between himself and The Travelers and that The Travelers will be plugging this well.

The proper plugging procedure is as follows:

Plug #1: 1725' to 1960', 14 ppg cement slurry
Plug #2: 730' to 830', 14 ppg cement slurry and
Plug #3: surface to 25', 12-13 ppg cement slurry.

Install Dry Hole Marker.

This office will witness this procedure and upon completion will release the above-referenced bond and subsequently any future liability. This office would appreciate any correspondence concerning the time in which this work will be started.