

GARREY CARRUTHERS
GOVERNOR

September 14, 1987

POST OFFICE BOX 2098
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

CERTIFIED - RETURN
RECEIPT REQUESTED

Andy's Oil Consultant and Tractor Service
6105 N.W. 32nd
Bethany, Oklahoma 73008

Attention: Mr. Andy Wilkerson

Re: Sadler Well No. 1
I-3-24N-29E
Union County, New Mexico

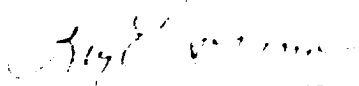
Dear Mr. Wilkerson:

It has come to the attention of this office, through correspondence with your bond company, that there has been no activity on this well for the past seven and one-half years and that your temporary abandonment status expired 6 1/2 years ago.

The last communication that this office has received stated that you were in the process of selling the said well or in the alternative developing the CO₂ reserves in this area (enclosed). This office will require further correspondence on your plans for this well and will also require that this well shall have tubing placed in it as per our rules and regulations.

I shall be in the area within the next two weeks in order to make an inspection of this location. Should you have any questions pertaining to the matter, please contact me at this office.

Sincerely,


ROY E. JOHNSON,
Sr. Petroleum Geologist

REJ/dr