



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON  
Governor  
Betty Rivera  
Cabinet Secretary

Lori Wrotenbery  
Director  
Oil Conservation Division

*File Copy*

12 April 2002

Slayton Resources Inc.  
P.O. Box 2035  
Roswell New Mexico 88202-2035

RE: Diablo State # 3                      O-16-10-27      API 30-005-60348      Violation of Rule 201:  
Idle Well

Dear Sirs:

This second directive is to notify you that this well is still in violation of Rule 201.

On 1 March, 2002 a letter was sent notifying you on the violation of Rule 201. An inspection of the well on 4 March, 2002 found that the well was still idle.

## **201 WELLS TO BE PROPERLY ABANDONED**

201.A. The operator of any well drilled for oil, gas or injection; for seismic, core or other exploration, or for a service well, whether cased or uncased, shall be responsible for the plugging thereof. [7-12-90...2-1-96]

201.B. A well shall be either properly plugged and abandoned or temporarily abandoned in accordance with these rules within ninety (90) days after:

- (1) A sixty (60) day period following suspension of drilling operations, or
  - (2) A determination that a well is no longer usable for beneficial purposes, or
  - (3) A period of one (1) year in which a well has been continuously inactive.
- [7-12-90...2-1-96]

**In the event that a satisfactory response is not received to this letter of direction by 30 April, 2002,** further enforcement will occur. Such enforcement may include this office applying to the Division for an order summoning you to a hearing before a Division Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well. Such a hearing may result in imposition of **CIVIL PENALTIES** for your violation of OCD rules.

Sincerely,

---

Van Barton  
Field Rep. II