Do not use this for	DEPARTMENT C BUREAU OF LAN SUNDRY NOTICES AN m for proposals to drill o	UNITED STATES UNITED STATES ATMENT OF THE INTERIOR U OF LAND MANAGEMENT I OF LAND REPORTS ON WELLS Is to drill or to deepen or reentry to a different reservoir. ON FOR PERMIT—" for such proposals							
	SUBMIT IN	TRIPLICATE			·	7	. If Unit or CA, Agreement Designal	ion	
1977' FSL 1983' FW 26 14S 29E	(ills, NM 88255 505-746 Sec., T., R., M., or Survey Descrij /L	xtion)	REC		276	9. 9. 10 11	Well Name and No. Hill Federal #1 API Well No. 30-005-00438 D. Field and Pool, or Exploratory Are Double L Queen Assoc. I. County or Parish, State Chaves	•	
12 CHECK A	PPROPRIATE BOX(s)	O INDICATE NATU	JRE OF				, OR OTHER DATA		
TYPE OF S	UBMISSION			TYPI	E OF AC		<u></u>		
Notice of Subsequer		Abandonn Recomple Plugging Casing Ro Altering C Other <u>P</u>	tion Back spair	workov	/er		Change of Plans  New Construction  Non-Routine Fracturing  Water Shut-Off  Conversion to Injection  Dispose Water (Note: Report results of multiple completion Completion or Recompletion Report and Lo.		

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally dril give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Since purchasing these wells in July 2000, we have been fighting high line pressure with Conoco. We have tried several options, but the only feasible option will be for Conoco to lower their line pressure, which has been running between 55 and 85 lbs. This is supposed to be a low pressure sales line and we have met with Conoco numerous times over the last year and a half with lots of promises, but few results. After receiving your letter, we recently had another meeting with them advising them that we either had to start producing these wells or they would have to be plugged. They advised they would re-evaluate the situation and let us know. We received a call from Kevin Shuster with Conoco (505) 676-3505. He advised they knew there were some problems with this line and they would be taking appropriate measures to lower the pressure on the line. He advised this work would be done in the next four to six weeks.

ACCEPTED FOR RECC **2**D ARMANDO A. LOPEZ PETROLEUM ENGINEER

If we can get the line pressure down even close to what it is supposed to be, this well would be profitable to produce. If not, we will have no option but to plug it.

hereby certify that the foregoing is true and correct		10/10/01
igned that	Title	Date 12/10/01
This space for Federal or State office use)		
Approved by	Title	Date

\*See Instruction on Reverse Side

or representations as to any matter within its jurisdiction