



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

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1/3/02

Angel Energy
1809 North Mesa
Carlsbad, New Mexico 88220

RE: Atlantic A State # 1 E-12-17-28 30-015-01357
Atlantic A State # 2 F-12-17-28 30-015-01358

Dear Sir:

An inspection of our records finds these wells to be in violation of Rule 201, inactive well. A form C-103 must be filed in this office on or before 31 January, 2002 outlining how the wells will be brought into compliance. To bring the wells into compliance you have 3 options:

1. Put the wells into production.
2. T.A. the wells.
3. P. A. the wells.

In the event that a satisfactory response to this letter of direction is not received by the date stated further enforcement would occur. Such enforcement may include this office applying to the Division for an order showing cause why an appropriate Order permanently abandoning the above-referenced well(s) and for appropriate penalties to be issued.

Sincerely,

Van Barton
Field Rep. II