



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

ARY E. JOHNSON
Governor
Betty Rivera
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

15 February 2002

George A. Chase Jr.
P.O. Box 1618
Artesia, New Mexico 88211

RE: Superior Federal # 1 F-20-16-31 30-015-10751

Dear Sirs:

The well above is in violation of Rule 201. We received a C-103 on 1-18-02 indicating an intent to produce the Queen formation. This procedure must be approved by the BLM. To date we have not received the approved procedure **This well must be brought into compliance on or before 15 March, 2002.** To bring the well into compliance you have 3 options:

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

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.

*Talked to George Chase Jr 3-11-02 - Ext. deadline to
3-29-02 - Plugging Back to Queen - try to produce*

Sincerely,

Van Barton
Field Rep. II