



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Betty Rivera

Cabinet Secretary

Lori Wrotenberg

Director

Oil Conservation Division

December 23, 2002

Read & Stevens Inc
PO Box 1518
Roswell, NM 88201

RE: Wells on Attached List

Violation of Rule 201:

Dear Sirs:

This second directive is to notify you that this well is still in violation of the rule listed above.

On Aug 29, 2002 a letter was sent notifying you on the violation. An inspection on Dec 18, 2002 found no action had been taken to bring the well into compliance.

Rule 201 of the New Mexico Oil Conservation Division provides as follows:

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 Jan 24, 2003, 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.

Respectfully,

Gerry Guye
Compliance Officer
District II - Artesia

*No Action Taken on
these wells
1-30-03
for.*

Oil C
Phone:

Monday, December 23, 2002

Well Selection Criteria Quick Print

(opno = 18017 and Field_No = 9519 and WL_STATUS Like 'S')

API Well #	Well Name and No.	Operator Name	Typ	Stat	County	Surf	UL	Sec	Twp	Rng	Ft N/S	Ft E/W	UCP
30-015-24365-00-00	BUNKER HILL WATER FLOOD 001	READ & STEVENS INC	O	S	Eddy	S	C	13	16 S	31 E	660 N	1980 W	No
30-015-24189-00-00	BUNKER HILL WATER FLOOD 003	READ & STEVENS INC	O	S	Eddy	S	A	14	16 S	31 E	660 N	660 E	1'
30-015-24164-00-00	BUNKER HILL WATER FLOOD 004	READ & STEVENS INC	O	S	Eddy	S	H	14	16 S	31 E	2080 N	660 E	1'