

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

GARREY CARRUTHERS GOVERNOR OIL CONSERVATION DIVISION ARTESIA DISTRICT OFFICE

P.O. DRAWER DD ARTESIA, NEW MEXICO 88210 (505) 748-1283

January 7, 1988

Beach Exploration, Inc. 800 N. Marienfeld, Suite 200 Midland, TX 79701

Gentlemen,

A recent field inspection of the Exxon State Com #1 located in Ut.O 12-16-28 showed that P & A cleanup work has not been completed as indicated on the attached form.

The inspection revealed cellar open, deadmen uncut, reserve pit cut and not leveled.

Please notify this office when work has been performed and location is ready for reinspection.

Sincerely,

TAKel

Mike Williams Oil & Gas Inspector