



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Betty Rivera

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

9/20/2002

NOTICE OF DIRECTION

Asher Enterprises Ltd
PO Box 423
Artesia, NM 88211-0423

Dear Operator:

On April 12, 2002 a letter was sent to your office indicating the following wells were out of compliance with NMOC Rules. The letter requested you furnish this office with information concerning the future status of the wells.

1. Grayburg Jackson Unit #1-C 30-015-04298 Violation of Rule 103 and 201.
2. Grayburg Jackson Unit #1-F 30-015-04337 Violation of Rule 201.
3. Grayburg Jackson Unit #1-G 30-015-04339 Violation of Rule 201.
4. Grayburg Jackson Unit #4 30-015-04341 Violation of Rule 201.
5. Grayburg Jackson Unit #8 30-015-04342 Violation of Rule 201.

Since we have received no reply from your office on this matter, we now inform you that an inspection on September 19, 2002 did not indicate that any attempt is being made to bring these wells into compliance. **These wells must be in compliance on or before December 20, 2002.**

If these wells are not in physical compliance by the due date above 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 these wells. Such a hearing may result in imposition of **CIVIL PENALTIES** for your violation of OGD rules.

Respectfully,

Gerry Guye
Compliance Officer
District II - Artesia