

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Jennifer A. Salisbury Cabinet Secretary

1:11 Con4

Lori Wrotenbery Director Oil Conservation Division

12/27/01

Melrose Operating Co. 5813 N.W. Grand Blvd Ste. B Oklahoma City, OK 73118

RE: Mry # 3 L-30-18-28 API 30-015-02137

Dear Sirs:

This second directive is to notify you that this well is still in violation of Rule 103.

On 30 October, 2001 a letter was sent notifying you on the violation of Rule 103. An inspection on 26 December, 2001 found no action has been taken.

This well must be brought into compliance on or before 15 January, 2002.

Failure to bring this well into compliance by the date stated will cause further enforcement. Such enforcement can be an order to Show Cause why the bond should not be forfeited, the well plugged and civil penalties assessed.

Sincerely,

Van Barton Field Rep. II