

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Jennifer A. Salisbury Cabinet Secretary

Lori Wrotenbery Director Oil Conservation Division

12/26/2001

Anadarko Petroleum Corp. PO Box 2497 Midland, TX 79702

The following actions have occurred regarding the Ballard GSAU Tr 10 #1 (30-015-03308):

- 04/13/2000 This well failed the Mechanical Integrity Test and notification was sent to your office to have the well repaired and returned to compliance by 07/17/2000. Notification was also given to shut-in the well until repairs were completed.
- 02/26/2001 A Letter was sent to your office notifying you that the necessary repairs had not been accomplished.
- 03/02/2001 Form C-103 was received outlining the procedure to plug and abandon this well.
- 11/20/2001 A letter was sent to your office notifying you that the P/A requested above had not been accomplished and work must begin prior to 12/24/01.

Since all attempts have failed to bring this well into compliance, you are notified that work must begin on this well on or before 1/15/02.

Please be advised that failure to comply with this directive will result in an application for an order to Show Cause why the bond should not be forfeited, the well plugged and civil penalties assessed.

Respectfully,

Gerry Guye Compliance Officer