

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Carol Leach Acting Cabinet Secretary

Lori Wrotenbery Director Oil Conservation Division

1/18/02

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

RE:	Artesia Unit # 33	N-39-17-28	API 30-015-01758 Violation of Rule 201:
	Artesia Unit # 34	B-2-18-28	Idle well to be properly abandoned. API 30-015-01783 Violation of Rule 201
			Idle well to be properly abandoned.
	State 647 AC 731	204 B-33-18-28	API 30-015-10538 Violation of Rule 201.
			Idle well to be properly abandoned.

Dear Sirs:

This second directive is to notify you that these wells are still in violation of Rule 201.

On 25 September, 2001 a letter was sent notifying you on the violation of Rule 201. An inspection on 15 January, 2002 found no action has been taken.

These wells must be brought into compliance on or before 25 February, 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