

New Mexico
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
ARTESIA DISTRICT OFFICE

GARY E. JOHNSON
Governor

JENNIFER SALISBURY
Cabinet Secretary

1-16-98

Mr. Gordon Dean
Lindenmuth & Associates Inc.
510 Hearn
Austin, Tex. 78703

Certified # P-194 615 138

Re: Gorman State # 1 Sec.36-19S-24E Ut.C

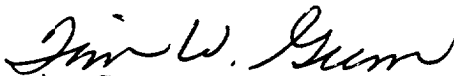
Dear Mr. Dean,

In mid 1997 I recieved a call from your consultant that the above captioned well was at the time being repaired and placed back on production. Today while doing a follow up on this well I find there is still no production being reported.

As stated in past letters from this office, this well must be produced, or properly temporarily abandoned, or plugged to be in compliance with Rule 201.

Please advise the NMOCD office in Artesia by March 1, 1998 how you plan to bring this well into compliance.

Yours truly,


Tim Gum