

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Bovernor

Betty Rivera

Calinut Secretary

Lori Wrotenbery

Orector

Dil Conservation Division

10/24/2002

Jim Pierce Petroleum 8ldg Ste 859 Roswell, NM 88201

Re:

State S #2

30-015-03582

Legnard A St #1

30-015-03603

Tenneco St #1

30-015-24904

Dear Sir:

In reply to your letter of October 15, 2002 in regards to these wells, your request for a 60 day extension is denied.

I have included as attachments the applicable Rules for you to use as guidelines for bringing these wells into compliance.

In reference to the Tenneco State #1, I have researched our production files and find that forms C-II5 have not be filed showing production since September 2001 as required by Rule III5. In addition, there have been no forms C-I41 submitted indicating the spill on this well as required by Rule II6. Records of this office indicate your company as Operator of Record, therefore the reporting requirement, compliance and remediation is your responsibility.

Please be advised that these wells must be brought into physical compliance on ar before November 30, 2002 to avoid further enforcement action to include being summoned to show cause why these wells should not be plugged and abandoned and civil penalties assessed.

Respectfully,

Gerry Guye Compliance Officer District II – Artesia

Incl: Rule 116 Rule 1115