

STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION  
ARTESIA DISTRICT OFFICE

GARY E. JOHNSON  
GOVERNOR

JENNIFER SALISBURY  
CABINET SECRETARY

RECEIVED

May 30, 1997

JUN 4 1997

Burlington Resources  
P.O. Box 51810  
Midland TX 79710-1810

Re: Properly Abandoned Wells, Burlington Resources, Parkway B State #1  
I-15-19S-29E, State 32 Com #1 B-32-19S-28E and Monterey B State #3  
C-32-18S-31E

Dear Sir:

The state of New Mexico is in the process at this time of reviewing leases and determining the number of abandoned wells.

Rule 201 A. states the operator of any well drilled for oil, gas or injection, for seismic, core or other exploration, or for a service well, whether cased or uncased, shall be responsible for the plugging thereof.

Rule 201 B. states a well shall be either properly plugged and abandoned or temporarily abandoned in accordance with these rules within 90 days after (1) a 60 day period following suspension of drilling. (2) a determination that the well is no longer usable for beneficial purposes. (3) a period of 1 year in which a well has been continuously inactive.

House Bill 65 has been passed by the legislature and provides some tax incentives for wells put back in production. However, if there are no plans to put this well back in service then it needs to be either plugged or properly abandoned.

After checking production for the above captioned wells we find none reported back through 1993. Please forward to the NMOCD Artesia office by July 1, 1997 a plan to bring these wells and any other idle wells into compliance with Rule 201.

Yours Truly,

*Tim W. Gum*

Tim W. Gum  
District II Supervisor

6/2/97: The Parkway B State # 1 and the Monterey B State # 3 have been sold to Gruy Petroleum Management Company as of May 1, 1997. Please find attached, information regarding the State 32 Com # 1.

Donna Williams, 915-688-6943

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