



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Betty Rivera
Cabinet Secretary

Copy

Lori Wrotenbery
Director
Oil Conservation Division

April 4, 2002

Ray Westall
P.O. Box 4
Loco Hills, New Mexico
88255

Re: Ray Westall Operatings' State 'G' Com. Well No. 1, located in Unit E of Section 24, Township 19 South, Range 27 East, Eddy County, New Mexico, NMPM.

Dear Sirs/Madams:

In reference to the above, the New Mexico Oil Conservation Division (NMOCD) is notifying you of the following violations for non-compliance with the NMOCD's Rules and Regulations.

- **Sign on Wells**
Field inspections conducted on 9/21/01 and 4/03/01 has revealed that there is an absence of a well sign for this location as required by Rule 103
- **Application for Permit to Drill, Deepen, or Plug Back**
As required by Rule 1101, this District did not approve work performed on this well in November of last year. Furthermore, plug-back procedures of said well did not conform to our guidelines of 35' cement being placed atop of the CIBP set @ 10,010'. Instead of the 25' of cement was placed above the CIBP as you indicated on NMOCD Form 103 in which we received. In order to approve your plug-back procedures to the Strawn and produce, Ray Westall Operating will be required to re-enter well bore, add 10' of cement atop the CIBP and be witnessed by a NMOCD field personnel.
- **Well Location and Acreage Dedication Plat**
As required by Rule 1101.B., a well acreage dedication plat needs to be submitted showing the acreage dedication as well as the proposed pool which is the Milman; Strawn Gas Pool and not the Angel Ranch; Atoka-Morrow Gas Pool as indicated on Form C-103.
- **Wells to be Properly Abandoned**
As required and noted under Rule 201B(3)., said well has been continuously inactive for more than (1) year. In order to be brought into compliance, said well shall either be: properly plugged, temporarily abandoned or brought back into production.

Please be advised that:

In the event that a satisfactory response is not received to this letter of direction by April 26th, 2002, further enforcement will occur. Such enforcement may include this office applying to the Division for a order summoning you to a hearing before the Division Examiner in Santa Fe to show why you should not be ordered to permanently plug and abandon this well. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of NMOCD rules

Respectfully yours,


Bryan G. Arrant, PES

Cc: Tim Gum; District Supervisor-Artesia
Van Barton; Field Rep. II-Artesia