

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
ARTESIA DISTRICT OFFICE

GARY E. JOHNSON
GOVERNOR

JENNIFER SALISBURY
CABINET SECRETARY

September 11, 1996

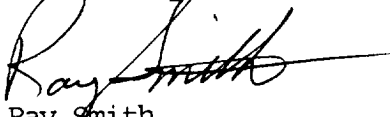
Mr. Jeff Harvard
Harvard Petroleum Corp
P.O. Box 936
Roswell NM 88201

Re: H & S State #3 A-24-19-27 and Roy #1 H-23-19-27

On January 5, 1996 I wrote to you requesting the two above captioned wells either be plugged, properly temporarily abandoned or be returned to service. You called me on March 7, 1996 and told me you will plug the H & S #2 and put the Roy #1 back in service. To date I have seen no evidence of anything being done to either well.

I am preparing well files to send to our legal department asking for a hearing to be scheduled so that you may appear and show cause why the wells should not be plugged.

Yours Truly

A handwritten signature in black ink, appearing to read "Ray Smith", written over a horizontal line.

Ray Smith
Deputy Oil & Gas Inspector