	_			— .	and a start
Form 3160-5 (August 1999)	DEPARTMENT) STATES OF THE INTERIOR ND MANAGEMENT		FORM APPROVED OMB No. 1004-0135 Expires November 30,2000	art i
51	INDRY NOTICES AND REPORTS ON WELLS			5. Lease Serial No.	
		this form for proposals to drill or re enter an		NM-86241	
an abandoned well. Use Form 3160-3 (APD) for such proposals.				6. If Indian, Allottee or Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on reverse side				7 If Unit or CA/Agreement, Name and/or N	0
1 Type of Well Oil well Gas Well XOther				8. Well Name and No.	-
2 Name of Operator				Hill View AHE Federal Com #4	_
Yates Petroleum Corporation				9. API Well No.	
Address		3b. Phone No. (include area code)		30-015-26356	-
105 South Fourt	h Street	505-748-1471		10. Field and Pool, or Exploratory Area	
Location of Well	(Footage, Sec., T., R., M.,	R Survey Description)		Dagger Draw Upper Penn, So.	<u>.</u>
				11. County or Parish, State	
1980' FSL & 1980' FEL of Section 23-T20S-R24E (Unit J, NWSE)				Eddy Co., NM	_
12. CHECK APPRO	PRIATE BOX(ES)	TO INDICATE NA	TURE OF NOTICE, RE	PORT, OR OTHER DATA	_
TYPE OF SUBMISSION		TYPE OF ACTION			
Notice of Intent	Acidize	Deepen	Production (Start/Resume)	Water Shut-Off	
	Alter Casing	Fracture Treat	Reclamation	Well Integrity	
Subsequent Report	Casing Repair	New Construction	Recomplete	Other	
	Change Plans	Plug and Abandon	X Temporarily Abandon	Extension	
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposal		
If the proposal is to deepen dire Attach the Bond under which the following completion of the invol testing has been completed. I determined that the site is ready Yates Petroleum Corp period of one (1) year	ictionally to recomplete norizon work will be performed or prived operations. If the operation inal Abandonment Notices sh for final inspection.)	y requests permis alluate as a deepe	nated starting date of any proposed wo is and measured and true vertical depth with BLM/BIA. Required subsequent r on or recompletion in a new interval, a quirements, including reclamation, ha sion to extend the TA St ning candidate for a Mon Authouty to u	eports shall be filed within 30 days.	13 14 15 76 73 78 2002 ECEIVED CARTESIA
withdrawn	this well is n The BLM CAN;	of considered then Authorize	authority to e AN injection well the T.A. Status	And must be a occ	- ARTESIA
				<u>~</u>	
14 I hereby certify that the fore Name (Printed/Type	going is true and correct d)				
	Erma Vazquez		Title	Drilling Technician	
Signature AMA	Jazques_			14-Jan-02	
			Title	Date	
Approved by	attached. Approval of this noti	ce does not warrant or ts in the subject lease	Office		
Conditions of approval, if any, are certify that the applicant holds leg	al or equitable title to those right				
Conditions of approval, if any, are certify that the applicant holds leg	al or equitable title to those rigr to conduct operations thereon. Title 43 U.S.C. Section 1212, m	ake it a crime for any person	knowingly and willbully to make to any	department or agency of the United	







NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Carol Leach Acting Cabinet Secretary Lori Wrotenbery Director Oil Conservation Division

1/18/02

Via Certified Mail

Yates Petroleum Corp. 105 S. 4th St. Artesia, New Mexico 88210

RE: NOTICE OF VIOLATION: NMOCD Rule 201

Yates Petroleum Corp.

Hill View "AHE" Fed. # 4 J-23-20-24

Jin Coly

API# 30-015-26356

Dear Sirs:

This letter shall serve as a Notice of Violation of the rules of the New Mexico Oil Conservation Division.

Yates Petroleum Corp. was by letters dated 7-30-2001 and 1-2-2002 notified about this matter. This certified letter is being sent in part because all directives have brought no response.

OCD's rules require that all injection wells:

Whenever there is a continuous one year period of non-injection into any injection project, storage project, salt water disposal well, or special purpose injection well, such project or well shall be considered abandoned, and the authority for injection shall automatically terminate ipso facto. (rule 19.15.9.705 C 1)

201 WELLS TO BE PROPERLY ABANDONED

201.A. 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. [7-12-90...2-1-96] 201.B. A well shall be either properly plugged and abandoned or temporarily abandoned in accordance with these rules within ninety (90) days after:

(1) A sixty (60) day period following suspension of drilling operations, or

(2) A determination that a well is no longer usable for beneficial purposes, or

(3) A period of one (1) year in which a well has been continuously inactive.

Your failure to respond to OCD directives and failure to bring these wells into compliance are serious violations of the Rules and merit a severe sanction, up to and including abandonment and plugging.

In the event that a satisfactory response is not received to this $\underline{N.O.V.}$ by 22 February, 2002, this office will apply to the Division for an order showing cause why an appropriate Order permanently abandoning the above-referenced well and for appropriate penalties to be issued.

Respectfully yours,

Tim Gum, District Supervisor, District II cc: OCD Legal