

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Betty Rivera Cabinet Secretary Lori Wrotenbery Director Oil Conservation Division

May 3, 2002

Newfield Exploration MC Inc. 110 west 7th Street Suite 1300 Tulsa, Ok 74119

RE: Shut-in order for Newfield Exploration MC Inc.'s, New Mexico State EU #1, located in Unit J, 1935' FSL and 1904' FEL in Section 26, Township 23 South, Range 26 East, Eddy County, New Mexico, NMPM.

Dear Sir or Madam:

In reference to the above well, we have not received the following required regulatory information that was asked for in a phone conversation with your office on April 18th, 2002:

- Form C-103. A sundry notice detailing the re-completion operations in plugging back said well from the Morrow to the Atoka formation.
- Form C-105. Well completion report
- Form C-104. Operator's "Request for Allowable and Authorization to Transport".

Please refer to New Mexico Oil Conservation Division's Rules and Regulations for further information regarding rules of submittal of these forms. Specific rules, which apply, are rules 1103, 1105 and 1104.

In the event that a satisfactory response is not received to this letter of direction by 25 May, 2002, further enforcement will occur. Such enforcement may include this office applying to the Division for an order summoning you to a hearing before a Division Examiner in Santa Fe to show cause 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 OCD rules.

Respectfully yours,

G. Anan

Bryan G. Krrant PES-Artesia, NMOCD

E-Mail: Tim Gum, District Supervisor-Artesia Office Cc: Well File