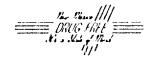


BRUCE KING

GOVERNOR

STATE OF NEW MEXICO



ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

ANTIA LOCKWOOD
CABINET SECRETARY

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178

December 9, 1992

Ms. Susan Dolan Meridian Oil Inc. PO Box 4289 Farmington NM 87499

RE: SJU 28-5 #86, L-23-28N-05W

(SJU 28-5 #93, G-15-28N-05W

Dear Susan:

Enclosed copies of 1992 Bradenhead Tests on the referenced wells indicate casing failures. In order to comply with Rule 108, prevent waste and protect fresh water, you are hereby directed to initiate immediate remedial activity.

Yours truly,

Charles Gholson

Deputy Oil & Gas Inspector

CG/sh

xc: well files