

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Betty Rivera Cabinet Secretary

Lori Wrotenbery Director Oil Conservation Division

July 11, 2002

Peggy Cole Burlington Res O&G Co. PO Box 4289 Farmington NM 87499

RE: Huerfano Unit #81, D-32-27N-10W API# 30-045-06185

Dear Ms. Cole:

Our records indicate the well listed above is inactive and not in compliance with Rule #201.B. The last reported production volume was in February 1999.

You are hereby directed to bring this well into compliance before September 1, 2002, review Rules 202 and 203 for the necessary filing requirements to plug and abandon, temporarily abandon or return this well to production. Review Rules #202 and #203 for the necessary filing requirements to return to production, plug and abandon or temporarily abandon this well.

If you have any questions, please call me at 505-334-6178, ext. 16.

Sincerely yours,

Charlie T. Perrin

Deputy Oil & Gas Inspector

harlie T. L. rrin

cperrin@state.nm.us

CTP/mk

CC: CTP

Well File