OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE 1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (806) 334-6178 Fax (808)334-6170

GARY E. JOHNSON GOVERNOR

JENNIFER A. SALISBURY
CABINET SECRETARY

March 18, 1997

Mr Orville S Slaughter Jr 2626 Adams St Denver CO 80205

RE: Sangre De Cristo #3

G-29-29N-10W

30-045-07874

Sangre De Cristo #4

G-29-29N-10W

30-045-07856

Dear Mr Slaughter:

On March 4, 1997, I conducted an inspection on the above referenced wells. During this inspection the following non-compliance issues were found to exist:

- 1. Both wells are violating NMOCD Rule #103 requiring wells to have well signs.
- 2. Neither of the above-referenced wells has its bradenhead plumbed to the surface thus putting them in violation of NMOCD Rule #115.
- 3. These wells also have several empty 55 gallon drums, equipment, trash and oil floating on the water within the berming of the oil stock tank, all of which needs to be cleaned up.

You are hereby given 120 days to bring the above-referenced wells into compliance. Please mail us a letter notifying our office by March 28, 1997, what steps and date by which you intend to have these wells in compliance.

Please feel free to call me at our office if you have any questions.

Sincerely,

Ernest Cardona

Deputy O&G Inspector

EC/sh

xc: well files

EC files