



STATE OF NEW MEXICO

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



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

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

June 9, 1994

MS NATALIE REED
LIVELY EXPLORATION CO
1300 POST OAK #1900
HOUSTON TX 77056

RE: LIVELY COM 14 R-36-30N-08W

Dear Ms. Reed,

New Mexico Oil Conservation Order R-8952 (for the protection of migratory birds) became effective June 15, 1989 and states that all pits and open top tanks more than 16' in diameter shall be screened, netted or covered.

A field inspection conducted by personnel from this office on June 8, 1994 reveals that a 12'x12' un-netted pit at the referenced well contains 1" of free oil and approximately 10 BBLS of emulsion. You are hereby directed to bring the subject well into compliance by pumping it out and disposing of the oil and emulsion at an approved waste disposal facility and filing form C134 (application for exception to Order R-8952) or by properly screening, netting or covering it prior to July 10, 1994.

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

Yours truly

Charles Gholson
Deputy Oil & Gas Inspector

CG/cs

xc: Jim Hicks PO Drawer 3307 Farmington NM 87499

Well File