



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Betty Rivera

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

May 21, 2002

Keith Beam
Four Star Oil and Gas Co.
3300 N. Butler Ave, Ste 100
Farmington, NM 87401

Re: New Mexico State 32 #2; API# 30-045-30666

C-32-30N-11W

Dear Mr. Beam:

Please note that the well referenced above, the NM State 32 #2, is operating in non-compliance with regulations since you have not obtained the required non-standard location exception. Your C-104 is rescinded and the well must be shut in effective immediately until Four Star O & G Co brings it into compliance.

Thank you for your attention to this matter.

Sincerely,

Steven N. Hayden
Geologist, District III
shayden@state.nm.us

SNH/mk

Cc: NM OCD, Santa Fe, Engineering Bureau
Giant Refining Co
El Paso Field Services
Well File