



# New Mexico Energy, Minerals and Natural Resources Department

**Susana Martinez**  
Governor

**John Bemis**  
Cabinet Secretary-Designate

**Brett F. Woods, Ph. D.**  
Deputy Cabinet Secretary

**Jami Bailey**  
Division Director  
Oil Conservation Division



January 20, 2012

Jay Kentera  
Stellar Energy LLC  
4120 W. Kitty Hawk Suite 1  
Chandler, AZ 85226

*Sent via email: [jaykentera@aol.com](mailto:jaykentera@aol.com)*

In re: Black Butte #001

Dear Mr. Kentera,

Stellar Energy is the Operator of Record of the Black Butte #001 well (API #30-053-20040). This well was completed on or about November 20, 2009. As of that date no production of any kind has been reported to the Oil Conservation Division (Division).

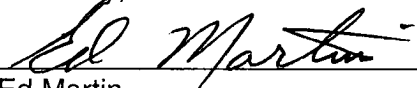
In addition, it has come to our attention that the property upon which the well is located has been foreclosed.

Would you please notify me no later than February 20, 2012 as to whether Stellar Energy will be (1) bringing Black Butte #001 into production and the schedule for such, (2) plugging and abandoning the well and the schedule for such or (3) converting it into a water well. If Stellar seeks to convert the Black Butte #001 into a water well please complete the attached form.

If I do not hear from you by February 20, 2012, the matter will be referred to the Division's Legal Bureau. The Division may request a hearing pursuant to 19.15.8.13 NMAC in order to forfeit the financial assurance posted for Black Butte #001.

If you have any questions, please contact me at 505-476-3470 or [ed.martin@state.nm.us](mailto:ed.martin@state.nm.us).

Sincerely,



Ed Martin  
District IV Supervisor

Cc: Gabrielle A. Gerholt, Division Attorney

