

District I
1625 N. French Dr., Hobbs, NM 88240

District II
811 South First, Artesia, NM 88210

District III
1000 Rio Brazos Road, Aztec, NM 87410

District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

Form C-104A
August 11, 2000

Oil Conservation Division
2040 South Pacheco
Santa Fe, NM 87505

Submit 1 copy of the final affected wells
list along with 2 copies of this form per
number of wells on that list to appropriate
District Office

Change of Operator

Previous Operator Information:

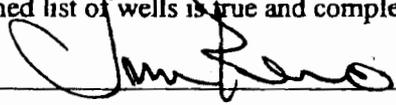
OGRID: 153653
Name: Ready Oil & Gas Management
Address: P. O. Box 381
Address: _____
City, State, Zip: Artesia, NM 88211-0381

New Operator Information:

Effective Date: August 1, 2001
New Ogrid: + 99439
New Name: Jim Pierce
Address: 200 West First Street
Address: Suite 859
City, State, Zip: Roswell, NM 88203

I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information on this form and the attached list of wells is true and complete to the best of my knowledge and belief.

New Operator

Signature: 

Printed name: Jim Pierce

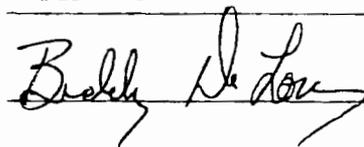
Title: Owner/Sole Proprietor

Date: August 1, 2001 Phone: (505)622-7246

Previous operator complete below:

Previous Operator: Ready Oil and Gas Management

Previous OGRID: #153653

Signature: 

Printed Name: Buddy DeLong

NMOCD Approval

Signature: 

Printed Name: SUPERVISOR, DISTRICT II

District: _____

Date: JAN 04 2002

This is a final list of wells being transferred. If all bedding requirements are satisfied, submit this list to the OGD District with your OIOA.

PREVIOUS OPERATOR: 151551 BARDY OIL & GAS

NEW OPERATOR:

94439 - Tim Pierce

OGD DISTRICT: ANNEKIA

PROP- WELL NAME	OGD DISTRICT	WELL TYPE	POOL ID	POOL NAME	LAST PROD/IN
27553 LEONARD STATE W004	301-158-138 I	30-015-03539 I	60920	TURKEY TRACK, QUERN, EAST	06-1396 ~ 28810
27551 LEONARD A STATE 8001	312-106-238 B	30-015-03503 O	60920	TURKEY TRACK, QUERN, EAST	06-2001 - 28811
27552 STATE 8 W002	312-158-138 A	30-015-03562 O	60920	TURKEY TRACK, QUERN, EAST	10-1396 ~ 28807

END

Submit 3 Copies To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 88240
 District II
 1301 W. Grand Ave., Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 Revised March 25, 1999

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

WELL API NO. 30-015-03582
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FREE <input type="checkbox"/>
6. State Oil & Gas Lease No. B-9739
7. Lease Name or Unit Agreement Name: State "S"
8. Well No. 2
9. Pool name or Wildcat East Turkey Track

SUNDRY NOTICES AND REPORTS ON WELLS
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well:
 Oil Well Gas Well Other

2. Name of Operator
 Jim Pierce

3. Address of Operator
 200 W. First Street #859, Roswell, NM 88203

4. Well Location
 Unit Letter A : 330 feet from the North line and 330 feet from the East line
 Section 12 Township 19S Range 29E NMPM Eddy County NM

10. Elevation (Show whether DR, RKB, RT, GR, etc.)
 3390' L & S

11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input checked="" type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

12. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

1. Pull tubing and rods
2. Clean out shot hole
3. Return to production!

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE [Signature] TITLE Owner/Sole Proprietor DATE 04/24/03

Type or print name: Jim Pierce Telephone No. 505-622-7246

(This space for State use)
 APPROVED BY [Signature] TITLE Field Rep DATE APR 28 2003
 Conditions of approval, if any:

JIM PIERCE

OIL AND GAS PROPERTIES
SUITE 859
PETROLEUM BUILDING
200 WEST FIRST
ROSWELL, NEW MEXICO 88203

PHONE 505-622-7246
FAX 505-622-1711
EMAIL: jplandman@dfn.com

April 24, 2003

NMOCD
New Mexico Energy, Minerals and Natural Resources Department
1301 West Grand Avenue
Artesia, NM 88210

Attention: Mr. Van Barton, Field Rep. II

RE: Form C-103 submittals
Leonard State #4/30-015-03539
Leonard "A" State #1/30-015-03603
State "S" #2/30-015-03582
Section 12, T19S, R29E, NMPM,
Eddy County, NM



Dear Mr. Barton:

Included herewith are original Form C-103's stipulating the proposed actions being initiated in bringing the captioned wells into compliance.

Service companies will be on these wells beginning Tuesday, April 29, 2003, to begin subject procedures.

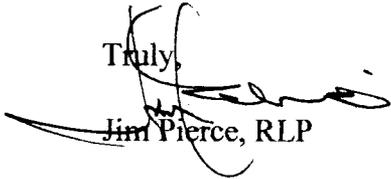
Since previous field representatives, "Ready Oil and Gas Management" and "Morexco", failed to get subject wells into compliance, I have approached Mr. Tim Collier to complete all necessary remedial work to bring subject wells into compliance.

I believe that Tim has been in contact with you recently.

I appreciate your help and consideration in this matter.

Please contact us should you have questions, need additional information, or have further instructions.

Truly,


Jim Pierce, RLP

Encl.

Xc: Mr. Tim Collier



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

10 March 2003

TO: Jim Pierce
Petroleum Bldg. 200 W. 1st, Suite 8549
Roswell, New Mexico 88203

RE: PETITION FOR COMPLIANCE HEARING

State "S" # 2	A-12-19-29	API# 30-015-03582
Leonard "A" State #1	B-12-19-29	API# 30-015-03603
Leonard State # 4	I-1-19-29	API# 30-015-03539

Dear Mr. Pierce,

I am in receipt of your fax dated March 7, 2003. If the wells are in compliance prior to the hearing, it will be waived. For this to happen, all paperwork must be filed correctly and the wells in physical compliance.

Copy of petition to David Brooks attached.

Van Barton
Field Rep. II

(tblWellMaster.api_wellno Like '30015035820000')

30015035820000

STATE S No.002

O S A 12 19 S 29 E

	Date Perfm.	Insp. Purpose / Type	Viol?	Comment
IMLB0312051403	4/30/2003 2:16:3	NRA CV	No	No change at well site. No work has begun.
IMLB0306446906	3/5/2003 1:01:35	NRA CV	No	No work done at well site. Pumpjack dismantled, no flowline. No well sign.
iGEG0225545990	9/12/2002 12:46:	NRA RP	Yes	Violation of Rule 201 - Idle well, last reported production Oct 1994.



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

Lori Wrotenberg
Director
Oil Conservation Division

30 January 2003

Via Certified Mail

Jim Pierce
Petroleum Bldg. 200 W. 1st, Suite 859
Roswell, New Mexico 88203

RE:

State "S" #2	A-12-19-29	API# 30-015-03582
Leonard "A" State # 1	B-12-19-29	API# 30-015-03603
Leonard State # 4	I-1-19-29	API# 30-015-03539

Dear Mr. Pierce,

This letter is being sent in part because all of the other correspondence dating back to 17 June, 2002 have caused the wells to be brought into compliance.

Rule 201 of the New Mexico Oil Conservation Division provides as follows:

201 WELLS TO BE PROPERLY ABANDONED

201.A. The operator of any well drilled for oil, gas or injection; for seismic, core or other exploration, or for a service well, whether cased or uncased, shall be responsible for the plugging thereof. [7-12-90...2-1-96]

201.B. A well shall be either properly plugged and abandoned or temporarily abandoned in accordance with these rules within ninety (90) days after:

- (1) A sixty (60) day period following suspension of drilling operations, or
- (2) A determination that a well is no longer usable for beneficial purposes, or
- (3) A period of one (1) year in which a well has been continuously inactive.

While a single well bond may cover your wells, this does not entitle them to be left out of compliance indefinitely. Please submit a form C-103 detailing how they will be brought into compliance. Please have these forms in the Artesia office on or before 28 February, 2003.

Thank you for your help

Van Barton
Field Rep. II

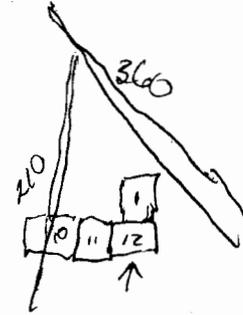


NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

*3/5/03
NIC @ well site*



30 January 2003

Via Certified Mail

Jim Pierce
Petroleum Bldg. 200 W. 1st, Suite 859
Roswell, New Mexico 88203

RE:

State "S" #2	<i>3/5/03 NIC</i>	A-12-19-29	API# 30-015-03582
Leonard "A" State # 1	<i>3/5/03 NIC</i>	B-12-19-29	API# 30-015-03603
Leonard State #	<i>4 3/5/03 NIC</i>	I-1-19-29	API# 30-015-03539

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Thank you for your help

Van Barton
Field Rep. II

JIM PIERCE

OIL AND GAS PROPERTIES
SUITE 850
PETROLEUM BUILDING
200 WEST FIRST
ROSWELL, NEW MEXICO 88203

PHONE 505-822-7246
FAX 505-822-1711
EMAIL: jplandman@dm.com

March 7, 2003

Mew Mexico Energy, Minerals and Natural Resources Department
Oil Conservation division
1301 West Grand Avenue
Artesia, NM 88210

Attention: Mr. Van Barton, Field Representative

Re: Well Compliance Reports
State "S" #2/API# 30-015-03582
Leonard "A" State #1/API# 30-015-03603
Leonard State #4/API# 30-015-03539
Eddy County, NM

Dear Mr. Barton:

It has just been brought to my attention that my field operations representative, Morexco, Inc., did not provide you with the forms C-103 regarding the captioned wells, per your letter dated January 30, 2003 (copy provided).

I have enlisted the services of another field operations manager who will hand deliver said C-103's to the Artesia District II office Monday, March 10, 2003.

I have also made arrangements with a company to 'swab' subject wells in an effort to produce oil and gas, prior to the installation of the additional equipment necessary to produce by pumping.

All flow lines and tanks have been inspected and/or repaired to enable this company to move fluid and produce subject wells on or before Friday, March 14, 2003.

Production reports will be provided accordingly.

Again, I appreciate your continued help and consideration in this matter.

Please contact us should you have questions or need additional information.

Truly,



Jim Pierce, RLP



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor
Joanna Frankop
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

30 January 2003

Via Certified Mail

Jim Pierce
Petroleum Bldg. 200 W. 1st, Suite 859
Roswell, New Mexico 88203

RE:

State "S" #2	A-12-19-29	API# 30-015-03582
Leonard "A" State # 1	B-12-19-29	API# 30-015-03603
Leonard State # 4	I-1-19-29	API# 30-015-03539

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Thank you for your help

Van Barton
Field Rep. II



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

30 January 2003

**File
Copy**

Via Certified Mail

Jim Pierce
Petroleum Bldg. 200 W. 1st, Suite 859
Roswell, New Mexico 88203

RE:

State "S" #2	A-12-19-29	API# 30-015-03582
Leonard "A" State # 1	B-12-19-29	API# 30-015-03603
Leonard State # 4	I-1-19-29	API# 30-015-03539

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Thank you for your help

Van Barton
Field Rep. II



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Betty Rivera
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

23 December 2002

Jim Pierce
Petroleum Bldg. 200 W. 1st, Suite 859
Roswell, New Mexico 88203

RE: State "S" # 2 30-015-03582
Leonard A State # 1 30-015-03603
Leonard State # 4 30-015-03539

Dear Mr. Pierce,

I am in receipt of your letter dated 11-27-02. Please advise us of how and in what time frame you expect these wells to be brought into compliance.

Thank you very much for your help in resolving this matter.

Respectfully,

Van Barton
Field Rep.II



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Betty Rivera
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

10/24/2002

Jim Pierce
Petroleum Bldg Ste 859
Roswell, NM 88201

Re: State S #2 30-015-03582
Leonard A St #1 30-015-03603
Tenneco St #1 30-015-24904

Dear Sir:

In reply to your letter of October 15, 2002 in regards to these wells, your request for a 60 day extension is denied.

I have included as attachments the applicable Rules for you to use as guidelines for bringing these wells into compliance.

In reference to the Tenneco State #1, I have researched our production files and find that forms C-115 have not be filed showing production since September 2001 as required by Rule 115. In addition, there have been no forms C-141 submitted indicating the spill on this well as required by Rule 116. Records of this office indicate your company as Operator of Record, therefore the reporting requirement, compliance and remediation is your responsibility.

Please be advised that these wells must be brought into physical compliance on or before November 30, 2002 to avoid further enforcement action to include being summoned to show cause why these wells should not be plugged and abandoned and civil penalties assessed.

Respectfully,

Gerry Guye
Compliance Officer
District II - Artesia

Incl:
Rule 116
Rule 115

