

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

March 29, 1989

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Mr. W. Douglas Bailey,
Trustee
Knights Bridge Petroleum Corp., Inc.
2201 North Collins, Suite 180
Arlington, Texas 76011

Dear Mr. Bailey:

Enclosed please find the Application of the Oil Conservation Division to plug the Knights Bridge Petroleum Corporation Triple Crown No. 1 well in Quay County, New Mexico. This well has been neglected for over two years now, and the Division feels that it can no longer allow the situation to continue.

We are also asking that the bond put up to secure plugging operations be forfeited to the Division to pay the cost of plugging.

If you have any questions, please give me a call at (505) 827-5805. The hearing on this matter is set for April 12, 1989, at the Oil Conservation Division Conference Room in the State Land Office Building in Santa Fe, New Mexico at 8:15 a.m.

Sincerely,

Robert G. Stovall
ROBERT G. STOVALL,
General Counsel

RGS/dr

enclosure

BEFORE EXAMINER STOGNER

Oil Conservation Division

Exhibit No. 3

Case No. 9610