OIL CONSERVATION DIVISION

811 South 1st Street Artesia, New Mexico 88210 Phone: (505) 748-1283

hone: (505) 748-1283 Fax: (505) 748-9720

February 13, 2001

M.E.W. ENTERPRISE 300 SOUTH KENTUCKY ROSWELL, NM 88203.

RE: INACTIVE WELLS

Dear Russell:

Thank you for your letter response of January 29,2001. The preferred method is to T & A the wells. Your date of May 30, 2001 is ok to bring these wells into compliance. However, for the wells sold last year, our records still show you as operator of record. Therefore, you are still liable for these wells. I would recommend that you get the purchaser of these properties to file all needed paper work as soon as possible.

Sincerely Yours,

TIM W. GUM

DISTRICT II SUPERVISOR
OIL CONSERVATION DIVISION

BEFORE EXAMINER STOGNER

OIL COMSERVATION DIVISION

OCD EXHIBIT NO.