



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

December 15, 2006

Premier Natural Resources, LLC
5727 S. Lewis Ave., Suite 200
Tulsa, OK 74105

Dear Operator:

Pursuant to 19.15.9.705.C (1) NMAC [Rule 705.C (1)], the Oil Conservation Division (OCD) has terminated the injection authority for the well indicated below:

API WELL #	Well Name	Well #
30-015-24426-00-00	FOX	001

Rule 705.C (1) provides, "Whenever there is a continuous one year period of non-injection into any injection project, storage project, salt water disposal well, or special purpose well, such project or well shall be considered abandoned, and the authority for injection shall automatically terminate *ipso facto*." This well is a salt water disposal well or special purpose well that is not part of an injection or storage project; no injection has been reported for this wells for a continuous period of at least one year.

If you intend to inject into the well you must obtain a new injection permit. The procedure for obtaining an injection permit is set out in 19.15.9.701 NMAC [Rule 701]. Please note that the OCD may grant a permit for injection only to an operator who is in compliance with 19.15.1.40 NMAC [Rule 40].

Sincerely,

Gerry Guye
Deputy Field Inspector
District II - Artesia