



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor

Joanna Prukop
Cabinet Secretary
Acting Director
Oil Conservation Division

4/23/2004

Ray Westall
PO Box 4
Loco Hills, NM

RE: Amoco Federal #5 30-015-25079
Parsley Federal #1 30-015-25219

Gentlemen;

This second directive is to notify you that this well is still in violation of Rule 1115.

An inspection of records on 3/12/04, on the above referenced wells, revealed the last reported production was June 2002 and September 2002 respectively. THIS IS IN VIOLATION OF RULE 1115 of the NMOCD Rules and Regulations.

A letter notifying you of the above information was sent 03/12/04 with a Compliance Required Due Date of 4/12/2004. A further review of records, as of this date, reveal no action has been taken to bring these wells into compliance. All required documentation as required by Rule 1115 must be submitted immediately.

In the event that a satisfactory response is not received to this letter of direction by May 10, 2004, further enforcement will occur. Such enforcement may include this office applying to the Division for an order summoning you to a hearing before a Division Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well. Such a hearing may result in imposition of **CIVIL PENALTIES** for your violation of OCD rules.

Sincerely,

Gerry Guye
Compliance Officer
District II - Artesia