



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

07-Dec-05

MARKS AND GARNER PRODUCTION LTD CO

PO BOX 70

LOVINGTON NM 88260

REQUEST FOR PRODUCTION REVIEW

Dear Operator:

A review of our records and a recent inspection indicates that the subject well may have been shut-in for an extended period of time. Rule 201 of the Rules and Regulation of the Oil Conservation Division provides that a well may be shut-in no longer than sixty days after suspension of drilling operations, upon determining that the well is no longer usable (e.g., a dry hole), or one year after last production.

The subject well requires a production test to verify your method(s) of production being used on this well. Please contact this office prior to December 28, 2005, to schedule a production test on the below listed well:

DIAMOND STATE NO. 1

Comments on Inspection:

O-4-17S-29E

30-015-24759

This well is reporting current production of gas. There is no flow line attached to the well and no visible means of production on location. There is no road visible into this location and no tracks through the pasture to indicate recent visits by vehicular traffic.

Thank you for your prompt attention to this matter and your efforts in helping to protect our environment and the infrastructure of the oil and gas industry.

Sincerely,

Artesia OCD District Office