IT IS THEREFORE ORDERED THAT:

(1) The supervisor of the Artesia District Office of the New Mexico Oil Conservation Division is hereby authorized to direct the commencement of plugging operations on the Sage Oil Company Gulf State Well No. 1, located 660 feet from the South line and 1980 feet from the West line (Unit N) of Section 30, Township 10 South, Range 27 East, NMPM, Chaves County, New Mexico.

IT IS FURTHER ORDERED THAT:

(2) Further, the Division Director shall take such action as is deemed necessary to foreclose on the Trinity Universal Insurance Company \$50,000.00.Blanket plugging bond, if such bond still exists.

(3) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION WILLIAM J LEMAY Director

SEAL