



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

MARY E. JOHNSON

Governor
Betty Rivera
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

1 March 2002

Slayton Resources Inc.
P.O. Box 2035
Roswell, New Mexico 88202-2035

RE: Diablo State # ~~2nd #4~~ I-16-10-27 API 30-005-60020 Violation of Rule 201 and 103:
Well identification. Wells to be properly abandoned.

Dear Sirs:

This second directive is to notify you that this well is still in violation of Rule 201 and 103.

On 17 January, 2002 a letter was sent notifying you on the violation of Rule 201 and 103. An inspection of the files on 28 February, 2002 found no action has been taken.

This well must be brought into compliance on or before 18 March, 2002.

*2/8/02
No change @
well site*

Failure to bring this well into compliance by the date stated will cause further enforcement. Such enforcement can be an order to Show Cause why the bond should not be forfeited, the well plugged and civil penalties assessed.

Sincerely,

Mike B

Van Barton
Field Rep. II