KLABZUBA OIL & GAS, INC.

P.O. Box 40 Havre, Montana 59501

Phone 406-262-9900

Fax 406-262-9400

January 30, 2003

Tim Gum Oil Conservation Division 1301 West Grand Ave Artesia, New Mexico 88210

RE: White #2 N-18-10-28, API# 30-005-10165



Dear Tim,

I received your letter dated January 21st and wanted to respond to your concerns. KOGI (as per the attached sundry) performed a mechanical integrity test on the White #2 on March 26th 2002 at the request of your office.

KOGI plans to plug this well and the White #1 this summer in order to avoid the issues of non-compliance with the Oil and Gas Statutes of the State of New Mexico. If there are steps that KOGI is required to undertake prior to July 2003, please advise at the above address. Thank you.

Sincerely,

Cole T. Chandler Operations Manager

Submit 3 Copies To Appropriate District Office District I 1625 N. French Dr., Hobbs, NM 88240 District II	State of New Mexico inergy, Minerals and Natural Resources OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe. NM 87505		WELL API NO. 30-005-10	Revised Marc	n C-103 h 25, 1999
1301 W. Grand Ave. Artesia. NMM200 District III 1000 Rio Brazos Rd. Aztec. RECENTESIA District IV 1220 S. St. Francis Iz., Santo ONM 87505			5. Indicate Type of Lease STATE FEE 6. State Oil & Gas Lease No.		
(DO NOT USE THIS FORM FOR TROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 1. Type of Well: Oil Well Gas Well Other			7. Lease Name or Unit Agreement Name: White #2		
2. Name of Operator Klabzuba Oil & Gas Inc. 3. Address of Operator P.O. Box 40 Havre MT 59501			8. Well No. N-18-10S-28E 9. Pool name or Wildcat Wildcat		
4. Well Location Unit Letter:		line and		n the	line
11. Check Appro NOTICE OF INTEN	Township 10S Ra Elevation (Show whether DR opriate Box to Indicate Na TION TO: JG AND ABANDON	R, RKB, RT, GR, etc.) Ature of Notice, R	eport or Other I		
TEMPORARILY ABANDON \(\sigma\) CHANGE PLANS \(\sigma\) COMMENCE DRIL			LING OPNS.	PLUG AND ABANDONMENT	
COM	APLETION	CASING TEST AND CEMENT JOB OTHER:) <u> </u>		
OTHER: 12. Describe proposed or completed operstarting any proposed work). SEE RU recompilation.		ent details, and give		oposed completic	on or
Perform Mechani Well must b	cal integrity tes	t. (See att	ache d)	2526 2727 RECEIVED OCD - ARTESIA	7030 W 20 20 20 20 20 20 20 20 20 20 20 20 20
I hereby certify that the information above is SIGNATURE Shannon House		of my knowledge an		DATE_2/20/0)2
Type or print name Shannon How (This space for State use)	land	Juld A	PE	ne No. (406)	<u>265-9</u> 90
APPPROVED BY Conditions of approval, if any:	TITLE		<u>p</u>	DATE WAR_	5 2002