



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Betty Rivera

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

1 March 2002

Jack J. Grynberg
Prentice Point, Suite 500
5299 DTC Boulevard
Greenwood Village, Co. 80111-3321

RE: Horse Creek St. Com # 2 C-4-5-24 API 30-005-61935 Violation of Rule 201:
Well needs to be properly abandoned.
Grynberg 32 State # 3 N-32-5-24 API 30-005-61344 Violation of Rule 201:
Well needs to be properly abandoned.
Grynberg 16 State # 3 E-16-5-24 API 30-005-61151 Violation of Rule 201:
Well needs to be properly abandoned.
Grynberg 16 State # 4 G-16-5-24 API 30-005-61152 Violation of Rule 201:
Well needs to be properly abandoned.

Dear Sirs:

This second directive is to notify you that these wells are still in violation of Rule 201.

On 27 November, 2001 a letter was sent notifying you on the violation of Rule 201. An inspection on 28 March, 2002 found no action has been taken.

These wells must be brought into compliance on or before 18 March, 2002.

To bring the wells into compliance you have 3 options:

1. Put the wells into production.
2. T.A. the wells.
3. P. A. the wells.

Failure to bring these wells 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,

Van Barton
Field Rep. II