

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
GOVERNOR

OIL CONSERVATION DIVISION
ARTESIA DISTRICT OFFICE

JENNIFER SALISBURY
CABINET SECRETARY

August 2, 1996

Rand Carroll, Legal Bureau
Oil Conservation Division
2040 South Pacheco St.
Santa Fe NM 87505

Re: Well Plugging, Rault Petroleum Co.:

Union State #1 Ut F 24-8S-27

Ridge State #1 Ut G-24-1N-20

Amoco State #1 Ut G-23-8S-27 - Hammer Ope Co.

Mark W. Isler #1 Ut M-33-3S-25

Armstrong St #1 Ut J-2-3S-19

Dear Rand,

We recommend the above captioned wells be plugged to protect the fresh waters of the state of New Mexico, and the environment and correlative rights in the area.

According to the information we have received Rault Petroleum was placed in Chapter 7 Bankruptcy by the U.S. Bankruptcy Court for New Mexico on May 6, 1985. We have no formal notification of this however, only a letter provided to us by Yates Petroleum Corp. from the United States Department of the Interior.

If I may assist you further please let me know.

Yours Truly,



Ray Smith
Deputy Oil & Gas Inspector

RS:br