



GARY JOHNSON
GOVERNOR

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
ARTESIA DISTRICT OFFICE

JENNIFER SALISBURY
CABINET SECRETARY

January 26, 1995

Diamondback Petroleum Inc.
216 American Home Building
Artesia, NM 88210

Re: Properly Abandoned Wells

Gentlemen,

Rule 201 A. states "The operator of any well drilled for oil, gas or injection, for seismic, core or other exploration, or for a service well, whether cased or uncased, shall be responsible for the plugging thereof."

Rule 201 B. A well shall be either properly plugged and abandoned or temporarily abandoned in accordance with these rules within (90) days after (1) A (60) day period following suspension of drilling (2) A determination that the well is no longer usable for beneficial purposes (3) A period of (1) year in which a well has been continuously inactive.

Our records show that your Margie Kay #1 in Unit F Sec. 7-17S-28E and Martha #1 in Unit L Sec. 7-17S-28E have been inactive for some time. In fact the allowable was cancelled effective January 1, 1986 on both wells.

Please submit a plan to plug and abandon these wells in accordance with Rule 202 by no later than February 28, 1995.

If you have any questions please call Tim Gum or Ray Smith at (505) 748-1283.

Ray Smith

Deputy Oil & Gas Inspector

RS:br