



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor
Betty Rivera
Cabinet Secretary

Lori Wrotenbery

Director
Oil Conservation Division

13 September 2002

Via Certified Mail

File
Copy

G P II Energy Inc.
P.O. Box 50682
Midland, Texas 79710

RE: NMOCD Rule 201

Burnham Grayburg SA Ut # 3	H-2-17-30	30-015-04058
Featherstone # 5	C-2-17-31	30-015-05034
Federal KK # 1	P-3-17-30	30-015-20315
Federal Q # 1	D-3-17-30	30-015-04068

Dear Sirs:

These well are still in violation of Rule 703.

We have received notice of intent to plug all of the wells above. If the OCD in Artesia is in receipt of proof of prepayment, in full, to have the wells plugged, the OCD will not petition for a hearing at this time.

If the OCD in Artesia is not in receipt of proof of prepayment on or before 31 October, 2002 a petition for hearing will be entered.

In the event that a satisfactory response is not received to this letter of direction by 31 October 2002, further enforcement will occur. Such enforcement may include this office applying to the Division for an order summoning you to a hearing before a Division Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well. Such a hearing may result in imposition of **CIVIL PENALTIES** for your violation of OCD rules.

Respectfully yours,

Van Barton
Field Rep. II