



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

BRUCE KING
GOVERNOR

February 10, 1992

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

✓ Yates Petroleum Corporation

105 South 4th Street

Artesia, NM 88210

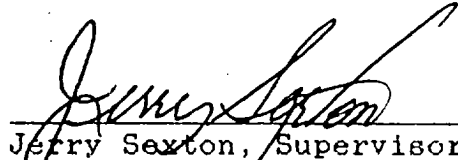
Gentlemen:

Form C-103, Report of Plugging, for your Gramma ZM State #1-E 16-7-34
Lease Well # Unit S-T-R
cannot be approved until a Division representative has made an inspection of the location and found it to be cleared to comply with Division Rules and Regulations. Please check each item in the space provided to indicate that the work has been done.

- () 1. All pits have been filled and levelled.
- () 2. Rat hole and cellar have been filled and levelled.
- () 3. A steel marker 4" in diameter and approximately 4' above ground level as been set in concrete. It must show the Operator, Lease Name, Well Number, Quarter/Quarter Section or Unit Designation, Section, Township and Range numbers which have been permanently stenciled or welded on the marker.
- () 4. The location has been levelled as nearly as possible to original top ground contour and has been cleared of all junk and equipment.
- () 5. The dead men and tie downs have been cut and removed.
- () 6. If a one well lease or last remaining well on lease, the battery and burn pit locations have been levelled and cleared of all junk and equipment.

The above are minimum requirements and no plugging bond will be released until all locations for plugged and abandoned wells have been inspected and Forms C-103 approved. When all of the work outlined above has been done, please notify this office by filling in the blank form below and retuning this letter to us so that our representative will not have to make more than one trip to the location.

OIL CONSERVATION DIVISION


Jerry Sexton, Supervisor Dist I

FILL IN BELOW AND RETURN

I certify that the above work has been done and the Gramma Zm #1 E-16-7-34
LEASE WELL # UL-S-T-R
is ready for your inspection and approval.

Yates Pet. Corp.
OPERATOR
Ken Bembly Landman
NAME & TITLE

10-12-93
DATE