STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT



OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

August 29, 1989

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

Tim Collier P.O. Box 2101 Midland, TX 79702

Re: Collier Energy Inc. Mary Ella 11 Well #1-D Section 11, T8S, R33E

Dear Tim:

The insurance company holding the plugging bond covering Collier Energy Inc. has requested release of the bond several times and we are unable to do so because the location of the above-referenced well has not been restored to a condition that we can approve for release.

We do not feel we should have to ask the bonding company to clean the location and feel that it is something that you might be able to take care of for us since there is not much work to be done.

In order to get the location ready for release the tank and water leg need to be removed and the pits need to be broken and levelled.

If you feel that you could help us out by taking care of this, please give me a call at (505) 393-6161.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton Supervisor, District I

ed