



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

OIL CONSERVATION DIVISION
DISTRICT I Hobbs
PO BOX 1980
Hobbs, NM 88241-1981
(505) 393-6161

Jennifer A. Salisbury
CABINET SECRETARY

May 27, 1998

Altura Energy LTD
P O Box 4294
Houston, TX 77210-4294

RE: SOUTH/NORTH HOBBS (GSA) UNIT WELLS

Gentlemen:

The following wells have recently been inspected by an Oil Conservation Division Representative in an attempt to release the locations. However before this can be done, there are a few items that need attention. Please correct the items below, for each well location.

South Hobbs (GSA) Unit #104, Unit A, S15-T19S-R38E

1. Please remove all electrical conduit from location.
2. Remove wellhead and all materials (sign) from location.

South Hobbs (GSA) Unit #94, Unit N, S10-T19S-R38E

1. Correct well number on dry hole marker to #94, currently states #93.
2. Remove all fencing, (wire and posts) from location.

North Hobbs (GSA) Unit #432, Unit I, S20-T18S-R38E

1. Remove all junk and pipe from location.
2. Remove all electrical conduit and wellhead.
3. Please level unit pad.

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South/North Hobbs GSA Unit

North Hobbs (GSA) Unit #111, Unit D, S27-T18S-R38E

North Hobbs (GSA) Unit #331, Unit J, S34-T18S-R38E

1. Both locations need dry hole markers, (insure signs are in compliance to Rule 103 Sign on Wells).
2. Please remove all fencing material from both locations.

When the above has been done, sign this letter below and return it to the address stated above.

Sincerely,



CHRIS WILLIAMS

District I Supervisor

/sad

Operator/Agent

Date

cc: Robert Gilbert-Altura/Hobbs, NM
Gary Wink-OCD I
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