

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

May 12, 2001

V-F Petroleum Inc PO Box 1889 Midland, Tx 79702

RE: Penron Byers # 1

UL P, Section 3, T17S, R37E API # 30-025-30367

A review of our records and recent inspections show that the above referenced well has been shut in for an extended period of time. Order R-9210 states that an operator can not leave a well shut in longer than a year. The following options are available for the future of the above well.

1. Restore the well to service.

2. Set plug, conduct mechanical integrity test, and request temporary abandoned status.

3. Submit a proposal to plug and abandon the wells, proceed with plugging on a timely basis after the proposal has been evaluated, amended and or approved.

To avoid further action, we request that you exercise on of the above options no later August 12,2001. We request that you notify this office 24 hours prior to any operation in order to witness the operation, either repair or plugging and pressure test upon completion of repairs or to request TA status.

Very truly yours

OIL CONSERVATION DIVISION

Mis Welliam

Chris Williams

Cc:

Gary Wink Johnny Robinson Sylvia Dickey file