



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

BRUCE KING
GOVERNOR

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

August 13, 1993

Drum Energy Corp.
ATT: David R. Mussett
PO Box 2134
Midland, TX 79702

SUBJECT: Francis Evelyn
#1-N, 35-19S-38S

Gentlemen:

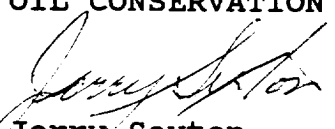
According to Rule 101 on Plugging Bonds no one is allowed to acquire or drill or propose to drill any oil, gas, or service well on privately owned or state owned lands within the state of New Mexico without obtaining a bond approval from our Santa Fe Office.

The well listed above was approved on August 5, 1993 by mistake. We need you to send your copy of the C-101 on this well back to the Oil Conservation Division in Hobbs NM until you take care of the matter of receiving approval on your bond.

We will consider this intent to drill this well NULL AND VOID until we receive the approved bond. If you have any questions on this matter, please call the District I office in Hobbs NM (505) 393-6161.

Yours veru truly,

OIL CONSERVATION DIVISION


Jerry Sexton
Distric I, Supervisor

JS:dp

*David called 8-23-93
is working on getting
his bond.*

