

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Jennifer A. Salisbury Cabinet Secretary

Lori Wrotenbery Director Oil Conservation Division

September 21, 2001

Zia Energy Inc ATT: Scott Nelson P O Box 2510 Hobbs NM 88241

RE: CANCELLATION OF INTENT TO PLUGBACK

Eubank #7-B

Sec.22, T-21s, R-37e

API #30-025-06733

Gentlemen:

Twelve months or more have elapsed since Division Form C-101; Notice of Intent to Plug back the subject well was approved. To date no progress reports have been received. Therefore, approval of your permit to plug back this well has expired and no operations are to be initiated without further notice to and approval by the Oil Conservation Division.

If Plug back work has been done, please file subsequent reports of this work immediately to bring this file into current status.

Very truly yours,

OIL CONSERVATION DIVISION

Chris Williams by dm

Chris Williams District I, Supervisor

CW:dm

CC: OCD Santa Fe BLM State Land Office OCD Hobbs

Cancel Intent to Plugback

JAN 3 1 2002