

STATE OF COLORADO
OIL AND GAS CONSERVATION COMMISSION

DEPARTMENT OF NATURAL RESOURCES
SUITE 380 LOGAN TOWER BUILDING
1580 LOGAN STREET
DENVER, COLORADO 80203

WILLIAM R. SMITH
Director
FRANK J. PIRO
Deputy Director

(303) 866-3531

ROY ROMER
Governor

March 1, 1988



Lewis Johnson
Nautilus Equipment Company
14848 Venture
Dallas, TX 75234

Dear Mr. Johnson,

This letter is in reference to wellsite inspections in the La Poudre South Field on February 29, 1988, T6N-R67W, Weld County.

Among the wells currently causing considerable concern is the Winder #2, SWNW 25-6N-67W. This well was spud on January 4, 1988 and Equity Rig #1 is rigged up on the well with drillpipe still in the hole for approximately one month. There is currently water flowing from the the rig flow line into the drilling pit. This water source must be cemented off, and fresh water aquifers protected. This well is currently in violation of Rule 317, section i.

The drilling pits on the Long #2, SWNE 25-6N-67W have not been completely backfilled. There have not been any production reports or completion reports sent in for this well or the Long #3, NESW 25-6N-67W. Both of these wells were producing when inspected.

The plugging on the Lorenz #1, SENE 23-6N-67W, has not been completed. Please send in a sundry notice update with your plans for this well.

To date there has not been any efforts made to comply with rule 210, lease identification signs. The Dallas office of Nautilus Equipment Co. was notified in writing of this problem on September 9, 1987. Attempts have been made with your field representatives to comply with the State Rules and Regulations with no response.

If you have any misunderstandings of Colorado Rules governing the oil and gas industry please do not hesitate in asking for clarification.

Yours truly,

A handwritten signature in cursive that reads "Stephan Pott".

Stephan pott
Petroleum Engineer