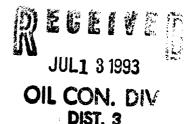
JUL. 1 2 1993



Mr. Joel Burr, Jr. Basin Fuels, Limited P.O. Box 50 Farmington, NM 87499

Dear Mr. Burr:

Reference is made to your letter of June 24, 1993, regarding this office directive dated March 4, 1993 to submit plugging procedures for the wells listed therein by July 1, 1993.

You are required to submit these plans no later than August 15, 1993. You are authorized to continue the shut-in status of well No. 1 Slick, located at 660' FSL & 1980' FEL SW\setminus SE\sqrt{x}, sec. 7, T. 20 N., R. 5 W., lease NMNM 0555841 until June 30, 1994.

Please be advised that wells on Federal lands are under the jurisdiction of this office and require approval for any actions you may request. This also includes wells that may have joint jurisdiction such as disposal or injection wells.

All records within this office are filed by lease number and location as shown above. It would be appreciated if in correspondence you would reference wells in this manner in order to expedite retrieval of the files by those not familiar with terms such as "Franciscan Lake."

Sincerely,

Ken Townsend

Chief, Branch of Drilling & Production

cc: