3	UM-FRA / VM	Y
AM	MAM	1 :
ADMIN.	PAO/VOL	
NAV AFF	RANGER	1
P & 6C	TEST SITE	}
SP AGT	HZ. MAT	1
BRANCH L& A	R	l
BRANCH MINE	RAUS 2	l
	ALL EMPL	1
# 18	*	I

BANNON ENERGY INCORPORATED

BRANCH CHILL ____ 3934 F.M. 1960 West, Suite 240 Houston, Texas 77068 (713) 537-9000 FLUIDS DAP _____

RECEIVED BLM MAIL ROOM

88 MOV 17 AM 10: 13

FARMINGTON RESOURCE AREA FARMINGTON, NEW MEXICO

November 14, 1988

United States Department of the Interior Bureau of Land Management Farmington Resource Area 1235 La Plata Highway Farmington, New Mexico 87401

FIGIDS 18.5

1 & E-E 1.8. E-W _____ ALL SUFY _____ FILES

Attn: Ron Fellows

Area Manager

RE: SF-078360 (WC)

3162.3-2 (019)

OIL COM, DIV.

DIST. ?

Dear Mr. Fellows:

In response to your letter dated November 2, 1988 regarding the well No. 1-14 Nancy located NW/4 NE/4 Section 14, T23N, R7W, Rio Arriba County, New Mexico, lease SF-078360, we assumed ownership effective July 1, 1988. We appreciate your consideration of that fact, because as you know, it takes time to understand and digest new situations.

We have conducted an evaluation of the well and determined it to be an attractive rework candidate. Our plans would be to clean out the hole, squeeze cement, reperforate, and restimulate the well.

We request an extension to July 1, 1989 by which time we will have forwarded you our detailed procedure and necessary permit applications.

Very truly yours,

Robert D. Johnson,

President

RDJ/mkp 352

THIS APPROVAL EXPIRES

JUL 0

MNOCC