GEOLOGIST

RECEIVED PETROLE MEXPLORATION AND DEVELOPMENT

SUITE 560. CASPET BONNESS CENTED : 34

P.O. BOX 43 PHONE 307 - 234-8392

BRANCH CHIEF

ALL SUPV.

019 FARMINGTON, N.M.

October 14, 1992

RE: NM-21454 (WC)

Dear Mr. Keller:

3162.3-2 (019)

11 Alamos Canyon, 860' FSL & 820'FWL, (SW4SW4), Sec. 4, T. 21N.,

R. 6W., Lease No. NM-21454

5 Alamos Canyon, 1850' FSL & 790' FWL, (NW4SW4), Sec. 9, T. 21N.,

R. 6W., lease No. NM-21454

10 Alamos Canyon, 945' FNL & 1650' FWL (NELNEL), Sec. 9, T. 21N.,

R. 6W., lease No. NM-21454

Mr. John Keller Chief, Branch of Mineral Resources Bureau of Land Management Farmington Resource Area 1235 La Plata Highway Farmington, NM 87401

NOV 4 1992 OIL CON. DIV.

\ DIST. 3

We have been actively working to get the subject shut-in wells on FALES production -- to everyone's benefit. Without offering a bunch of excuses; the plunging gas prices of the past year and difficulties inherent to the mixed Federal-Indian land situation have complicated matter--but we are persisting.

We are working with Holcomb Oil & Gas Co. who is trying to get a large number of shut-in wells in this area on production. Availability of bonding has been a major problem but we think we may have this problem solved.

We have satisfied testing and other requirements and have really tried to maintain the viability of this project. Accordingly, we are requesting a six month extension of any additional requirements.

Sincerely,

THIS APPROVAL EXPIRES

Harry Ptasynski

gsr

Certified #P898 308 005

APPROVED

NMOCD