NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe. New Mexico 87505 (505) 827-7131

October 25, 1996

J. Keith Edwards J.K. Edwards Associates, Inc. 1401 17th Street, Suite 1400 Denver, Colorado 80202

OIL COM. DIV.

Octrection, as per conversation with Mr. Ben Stone on 11-1-96 8:45 am. E.C.

RE: Extension of Division Order SWD-583.

Frontier #1 I-8-268-1961

Dear Mr. Edwards,

Reference is made to your recent request for an extension period in which to implement operations as permitted by Division Order SWD-583. My staff has considered the request and we feel an extension is justified at this time.

Division Order SWD-583 is hereby extended for a period of six months. The permit will expire on April 30, 1997. If injection has not been implemented by this date, the authority for injection shall terminate ipso facto. If this occurs, you may be required to submit additional data and other justification to have Division Order SWD- reinstated.

Sincerely.

William J. LeMay

Director

WJL/BES

cc:

Oil Conservation Division - Aztec

File: SWD-583