

J.K. EDWARDS ASSOCIATES, INC.

OIL & GAS PROPERTIES
1401 17TH STREET / SUITE 1400
DENVER, COLORADO 80202
303/298-1400 FAX 303/298-0757

FEB 21 1995

RECEIVED
FEB 24 1995

February 10, 1995

OIL CON. DIV.
DIST. 3

Handwritten notes and stamps on a grid form, including initials and dates.

Mr. Ken Townsend, Chief
Branch of Drilling and Production
United States Department of the Interior
Bureau of Land Management
1235 La Plata Highway
Farmington, New Mexico 87401

RE: NMNM61 et al. (WC)
3162.3-2 (07337)

Dear Mr. Townsend:

Regarding your letter of January 25, 1995, we propose the following:

- 1. 36 Chaco Plant, 1450' FNL & 1450 FWL, Sec. 36, T. 26 N. R. 12 W., Lease No. NMNM61, San Juan County, NM., Shut in approval expired October 1, 1994. **THIS APPROVAL EXPIRES MAY 01 1995**

We will attempt to place this well back into production in the next thirty days. If this attempt is unsuccessful, we will submit a proposal to plug and abandon.

- 2. 20 Chaco Plant, 1500' FNL & 900 FEL, Sec. 27, T. 26 N. R. 12 W., Lease No. NMNM26354, San Juan County, NM., Shut in approval expired October 1, 1994. **THIS APPROVAL EXPIRES APR 01 1995**

We will submit a Sundry Notice to plug and abandon this well within thirty days.

- 3. ~~1 Bengal B~~, 790' FSL & 1850 FEL, Sec. 2, T. 26 N. R. 12 W., Lease No. NMNM16471, San Juan County, NM., Shut in approval expired December 1, 1994. *PTA approved 2/2/95*

~~A Sundry Notice to plug and abandon was filed January 23, 1995, a copy of which is attached.~~

- 4. 1 Bengal A, 1980' FWL & 1980 FWL, Sec. 1, T. 26 N. R. 12 W., Lease No. NMNM16470, San Juan County, NM., Shut in approval expired December 1, 1994.

APPROVED

FEB 21 1995

NMOCD

Oil & Gas Manager

Ken Townsend
February 10, 1995
Page two

4. (continued)

THIS APPROVAL EXPIRES ~~APR 01 1995~~

Submit application to Deepen

An application to deepen this well and convert it to a water injection well is being filed. Pending approval, we expect to perform this conversion within ninety days.

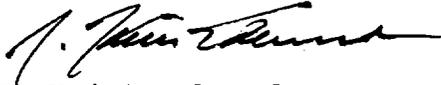
5. 4R Bengal A, 890' FNL & 1850 FWL, Sec. 1, T. 26 N. R. 12 W., Lease No. NMNM16470, San Juan County, NM., Shut in approval expired December 31, 1994.

shut-in **THIS APPROVAL EXPIRES** ~~MAY 01 1995~~

Additional completion work was recently performed on this well. We expect to place this well into production in the next sixty days pending right of way, meter installation and tap into El paso. We respectfully request an additional sixty day shut in status for this well.

If you have any questions concerning the above wells, please contact the undersigned or Paul Thompson at Walsh Engineering (505) 327-4892.

Very truly yours,



J. Keith Edwards
President

JKE:vmc

Enclosure