

# Mallon Oil Company

Denver/Colorado ♦ Durango/Colorado ♦ Carlsbad/New Mexico

*a Mallon Resources Subsidiary*

April 26, 2001

Charlie Perrin  
State of New Mexico  
Energy, Minerals & Natural  
Resources Department  
1000 Rio Brazos Road  
Aztec, NM 87410

RE: Simms Federal No. 1

Charlie,

Per our telecons of April 25<sup>th</sup> & 26<sup>th</sup>, Mallon Oil Company will proceed with the following.

- 1) Submit a letter to David Catanch amending Order SWD-665, to include in the proposed injection interval, the Burro Canyon zone that lies within the Morrison interval.
- 2) Resubmit to your office, the entire 'package' of work to be performed on the subject well with the changes pertaining to the addition of the Burro Canyon perforations within the Morrison interval.
- 3) Include in the resubmitted package, a copy of the letter addressed to David Catanch amending the current order SWD-665, to include the Burro Canyon zone. These perforations will be added to the interval that Mallon is currently injecting into.
- 4) Initiate the workover program for the subject well on June 1<sup>st</sup>, 2001, based on verbal approval per your office.

Thank you,

*Charles H. Williams*

Charles Williams