

# Mallon Oil Company

*a Mallon Resources Subsidiary*

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

February 8, 1999

Oil Conservation Division  
1000 Rio Brazos R.  
Aztec, NM 87410

Re:

Jicarilla 458-5 No. 3  
Sec. 5, T30N-R03W

Dear Mr. Busch:

Enclosed is a copy of the approved NSL sent by Mike Stogner, along with my resubmission of the C-104 for the Cabresto Canyon; Ojo Alamo Ext. and Cabresto Canyon San Jose Ext. Pools.

Thank you for your assistance. Should you have any questions regarding this matter please feel free to contact me at (970)382-9100.

Sincerely,

MALLON OIL COMPANY

*Christy Serrano*

Christy Serrano  
Production Secretary

Enclosures (4)

RECEIVED  
FEB 10 1999  
OIL CON. DIV.  
DIST. 3



**NEW MEXICO ENERGY, MINERALS  
& NATURAL RESOURCES DEPARTMENT**

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

February 4, 1999

Mallon Oil Company  
P. O. Box 2797  
Durango, Colorado 81302  
Attention: Christy Serrano

Telefax No. (970) 382-7650

*Administrative Order NSL-4202*

Dear Ms. Serrano:

Reference is made to your application dated December 3, 1998 for a non-standard gas well location within both the San Jose formation and the Cabresto Canyon-Ojo Alamo Pool for Mallon Oil Company's proposed Jicarilla 458-5 Well No. 3 (API No. 30-039-25911) to be drilled 532 feet from the South line and 1361 feet from the East line (Lot 15/Unit O) of Section 5, Township 30 North, Range 3 West, NMPM, Rio Arriba County, New Mexico. Lots 9, 10, 15, and 16 (SE/4 equivalent) of Section 5 is to be dedicated to the well in order to form a standard 156.76-acre gas spacing and proration unit for both intervals.

The application has been duly filed under the provisions of Rule 104.F of the Rules and Regulations of the New Mexico Oil Conservation Division ("Division").

By the authority granted me under the provisions of Division Rule 104.F(2), the above-described unorthodox location in both the San Jose formation and the Cabresto Canyon-Ojo Alamo Pool for the proposed Jicarilla 458-5 Well No. 3 is hereby approved.

Sincerely,

A handwritten signature in cursive script, appearing to read "Lori Wrotenbery".

Lori Wrotenbery  
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec  
U. S. Bureau of Land Management - Albuquerque