



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

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Joanna Prukop

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Mark E. Fesmire, P.E.

Director

Oil Conservation Division

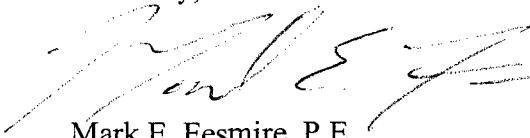
February 13, 2006

Ms. Anne Jones
Sr. Landman
Lance Oil & Gas Company, Inc.
Post Office Box 70
Kirtland, New Mexico 87417

Dear Ms. Jones:

Based upon the reasons stated in your letter of February 6, 2006, and in accordance with the provisions of Division Order No. R-12454, Lance Oil & Gas Company, Inc. is hereby granted an extension of time until May 29, 2006, in which to commence the drilling of the well pooled by this order.

Sincerely,


Mark E. Fesmire, P.E.
Director

fd/

cc: ✓ Case No. 13573
OCD - Aztec

LANCE OIL & GAS COMPANY, INC.

PO Box 70



February 6, 2006

Mr. Mark E. Fesmire, PE
State of New Mexico
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Re: Compulsory Pooling Order R-12454
S/2 Section 16, T29N-R13W, NMPM
San Juan County, New Mexico

Dear Mr. Fesmire:

Lance Oil & Gas Company, Inc. requests an extension for the drilling of the infill well pursuant to the subject order. Lance is in the process of permitting through the City of Farmington.

Your consideration in this matter would be appreciated.

Should you have any questions please contact me at (505) 598-5601 extension 62.

Yours truly

A handwritten signature in black ink, appearing to read "Anne Jones".

Anne Jones
Sr. Landman