State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Dave Martin Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division



Brett F. Woods, Ph.D. Deputy Cabinet Secretary

December 29, 2015

James Bruce, Esq.
Attorney for JLA Resources Company
369 Montezuma, No. 213
Santa Fe, New Mexico 87501
jamesbruc@aol.com

Re: Request for Extension to Commence Drilling

Kinsolving 2 Well No. 1 (30-025-pending) Division Order No. R-13939 (Case No. 15225)

Dear Mr. Bruce:

The Oil Conservation Division (OCD) received your letter regarding the referenced subject on December 29, 2015. It is our understanding that JLA Resources Company is concerned that the current low oil prices will detrimentally affect the economics of drilling this high risk well, and consequently requests an extension to Order R-13939.

The OCD has reviewed your request and hereby extends the date to commence the drilling of this well on or before December 31, 2016.

If you have any question, please contact William V. Jones at <u>williamv.jones@state.nm.us</u> or call (505)-476-3477.

Sincerely;

DAVID R. CATANACH

Director

DRC/wvjj

Cc: Oil Conservation Division – Hobbs District Office

Case file 15225