

**PAUL BACA PROFESSIONAL COURT REPORTERS**

# **OIL CONSERVATION**

**CASE NO: 14179**

# **EXHIBIT 5**

**500 4<sup>TH</sup> STREET NW, SUITE 105, ALBUQUERQUE, NEW MEXICO 87102**

A. DEAN MAMMEL

July 23, 2008

CERTIFIED MAIL

RECEIVED

2008 JUL 28 PM 3 16

Mr. mark E. Fesmire, Director  
Oil Conversation Division  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87505

RE: Blancett Ranch "24", T30N, R12W  
Unit of Section 24, T30N, R12W  
2435 feet FNL and 450 feet FEL  
Application of San Juan Resources, Inc.  
for an unorthodox gas well location  
Base Dakota Gas Pool and Blanco Mesaverde Gas Pool  
San Juan County, New Mexico

Dear Mr. Fesmire,

Regarding the above "Unorthodox" Drilling Application from W. Thomas Kellahin on behalf of San Juan Resources, Inc., I am questioning (as an interest-owner in the San Juan Resources Kaempf #1 Well, T30N, R11W) the "fairness" to all interest owners of the Kaempf #1 Well.

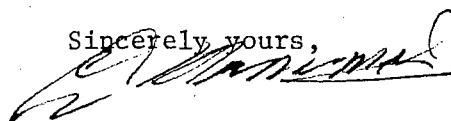
The "new" borehole location would be obtaining about 25% of its production from the Kaempf well well resevoir. This is a 30+ year old well that is productive but would suffer signifigantly from this "draw-down" of its remaining reserves.

I am given to understant that the surface owner has personal reasons for requesting this "unorthodox" well location.

It would appear to me, that "rairness" should allow the Kaempf #1 Well Owners should be entitles to a "Pro-Rata" participation in this new well which will be drawing on its reserves.

Your consideration of the foregoing, would be appreciated.

Sincerely yours,



A. D. Mammel

Enclosures

Before the Oil Conservation Division  
Exhibit No. 5  
San Juan Resources, Inc.  
OCD CASE 14179  
Hearing: October 2, 2008