



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

March 29, 1996

Mr. William F. Carr
Campbell, Carr & Berge
Attorneys at Law
Post Office Box 2208
Santa Fe, New Mexico 87504-2208

Dear Mr. Carr:

Based upon the reasons stated in your letter of March 29, 1996, and in accordance with the provisions of Division Order No. R-10496, Nearburg Exploration Company is hereby granted an additional extension of time until June 1, 1996, in which to begin the well pooled by said order.

Sincerely,

WJ Lemay
WILLIAM J. LEMAY
Division Director

fd/

cc: Case No. 11287 ✓
OCD - Hobbs

CAMPBELL, CARR, BERGE
& SHERIDAN, P.A.
LAWYERS

MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN

MICHAEL H. FELDEWERT
TANNIS L. FOX
TANYA M. TRUJILLO
PAUL R. OWEN

JACK M. CAMPBELL
OF COUNSEL

JEFFERSON PLACE
SUITE 1 - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

March 29, 1996

HAND-DELIVERED

William J. LeMay, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
2040 South Pacheco Street
Santa Fe, New Mexico 87505

Re: New Mexico Oil Conservation Division Case No. 11287 (Order No. R-10496):
Application of Nearburg Exploration Company for compulsory pooling,
directional drilling, and an unorthodox bottomhole oil well location, Lea
County, New Mexico

Dear Mr. LeMay:

On October 30, 1995 the New Mexico Oil Conservation Division entered Order No. R-10496 granting the application of Nearburg Exploration Company in the above-referenced case. The original Order required Nearburg to commence drilling of the well authorized by this Order on or before January 1, 1996. At Nearburg's request this deadline was extended by the Division until April 1, 1996.

Nearburg intends to drill its Shriner No. 2 Well in the NW/4 of Section 13, Township 17 South, Range 37 East, Lea County, New Mexico pursuant to the provisions of Order No. R-10496. Recently, however, Nearburg has experienced delays in its negotiations to secure surface location pad off the lease for this directional well and therefore, must request an additional extension of time within which to commence drilling.

William J. LeMay, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
March 29, 1996
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Accordingly, Nearburg requests an additional extension of time for commencement of this well until June 1, 1996.

Your attention to this request is appreciated.

Very truly yours,

A handwritten signature in black ink, appearing to read "William F. Carr", with a stylized flourish at the end.

WILLIAM F. CARR
ATTORNEY FOR NEARBURG EXPLORATION COMPANY
WFC:mlh
cc: Mr. Bob Shelton