

August 29, 1997

Thompson Engineering & Production Corp. 7415 E. Main Farmington, New Mexico 87402

Attention: Mr. Paul C. Thompson

Re: Blancett Well No. 2R

Unit P, Section 13, T-30N, R-12W, San Juan County, New Mexico

Dear Mr. Thompson:

Reference is made to your application for a non-standard well location and downhole commingling for the Blancett Well No. 2R which was received by the Division on August 25, 1997. Please be advised that we have received an objection to your application from Maralex Resources, Inc. by letter dated August 26, 1997. Please advise the Division whether you wish to pursue approval of the application, at which time it will be docketed for hearing before a Division examiner. The next available docket is October 9, 1997.

If you have any questions, please contact me at (505) 827-8184.

Sincerely,

David Catanach

Case 11865

Engineer

xc:

OCD-Aztec

Maralex Resources, Inc. 621 17th Street
Suite 1125
Denver, Colorado 80293