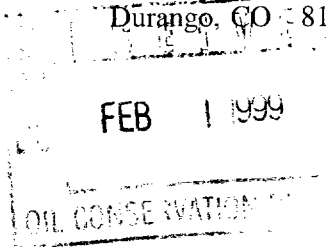




UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
SAN JUAN RESOURCE AREA
701 Camino del Rio
Durango, CO 81301



In Reply Refer to:
CO-038

January 27, 1999

State of New Mexico
Energy, Minerals and Natural Resources Department
New Mexico Oil Conservation Commission
attn: Dave Catanach
2040 South Pacheco
Santa Fe, New Mexico

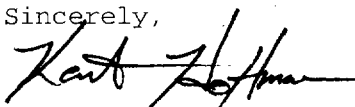
Subject: Cross Timbers oil Company
Administrative Orders NSL-4169, 4170 and 4171
Case 12098, 12099 and 12100

Dear Mr. Catanach:

The Bureau of Land Management (BLM), San Juan Field Office has reviewed all technical data pertaining to the applications from Cross Timbers Oil Company for six unorthodox well locations within the Ute Mountain Ute Reservation, San Juan County, New Mexico. The BLM fully concurs with the New Mexico Oil Conservation Commission (NMOCD) on these six applications. Specifically the BLM recognizes and accepts NMOCD's Administrative Orders NSL-4169, 4170 and 4171; and Cases 12098, 12099 and 12100 for those unorthodox wells specifically listed therein.

Therefore, in accordance with our Memorandum of Understanding (MOU) of November 24, 1997, BLM concurs with the NMOCD Administrative Orders NSL-4169, 4170 and 4171; and Cases 12098, 12099 and 12100 for those unorthodox wells specifically listed therein, and these hereby become the final order of the record. The BLM will notify Cross Timbers Oil Company, the BIA and the Ute Mountain Ute Tribe of this decision.

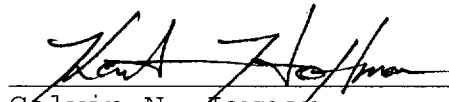
Sincerely,


for Calvin N. Joyner
Field Office Manager

enclosure

cc: Ute Mountain Ute Tribe
Cross Timbers Oil Company
BIA, Ken Young
Farmington District Office, Duane Spencer
New Mexico State Office, Richard Wymer

In accordance with our Memorandum of Understanding (MOU) of November 24, 1997, BLM concurs with the NMOCD Administrative Orders NSL-4169, 4170 and 4171; and Cases 12098, 12099 and 12100 for those unorthodox wells specifically listed therein, and these hereby become the final order of the record.


✓ Calvin N. Joyner
San Juan Field Office Manager

27 JAN 1999
Date