

MERRION

OIL & GAS

99 NOV -8 PM 2:10

070 FARMINGTON, NM

810 Reilly Avenue  
Farmington New Mexico 87401  
Ph: 505-327-9801  
Fax: 505-326-5900

November 5, 1999

Mr. Errol Becher  
Bureau of Land Management  
1235 La Plata Highway  
Farmington, NM 87401

**Subject: APD Request for Extension... Chaco Wash 2**

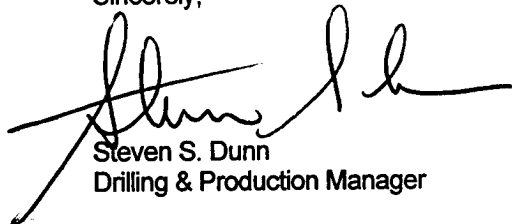
Dear Mr. Becher:

The APD for the Chaco Wash No. 2 located 2300' fnl & 1670' fel (sw ne), Section 13, T20N, R6W, NMPM, McKinley County, New Mexico, was originally approved May 7, 1997 and approval was subsequently extended until November 7, 1999. Merrion is hereby requesting an additional one-year extension of our approval to provide time to secure a drilling partner.

As you are aware this prospect is located on a Navajo Allotted Lease and, as such, the approval process is extremely tortuous, time-consuming, and costly. Therefore, we do not wish to begin the process again.

If you wish to discuss the situation, please give George Sharpe or myself a call at 327-9801.

Sincerely,

  
Steven S. Dunn  
Drilling & Production Manager

Cc: Well file

**APPROVED**

NOV 18 1999

**DISTRICT MANAGER**

THIS APPROVAL EXPIRES  
NMCCD

ADM 1	MINERAL RESOURCES
	<i>Mch</i>
	NATV AM MIN COORD _____
	SOLID LIT TEAM _____
	PETRO LOW TEAM <u>2</u> <i>gkr</i>
	O & G INSPECT TEAM _____
	ALL TEAM LEADERS _____
	LAND RESOURCES _____
	ENVIRONMENT _____
	FILES _____

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