



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

**AZTEC DISTRICT OFFICE
1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178 Fax (505) 334-6170**

GARY E. JOHNSON
GOVERNOR

JENNIFER A. SALISBURY
CABINET SECRETARY

January 10, 1996

Mr Gary J Johnson
Nassau Resources Inc
650 Cherry Street Ste 1225
Denver CO 80222

Re: C-140 Application 140-3-1 for Carracas Unit FR #105, API 30-039-24725, I-22-32N-04W

Dear Mr. Johnson:

We have received your tabulated estimated production for the referenced well. When this tabulation is extrapolated though production for the previous 12 months there appears to be a significant statistical difference which indicates that the line is too low.

Please send an explanation for this difference.

If this information is not submitted within 30 days, the application will be denied. If you prefer, this application can be set for public hearing.

Sincerely,

A handwritten signature in black ink, appearing to read "Frank T. Chavez".

Frank T. Chavez
District Supervisor

FTC\sh

cc: Well file