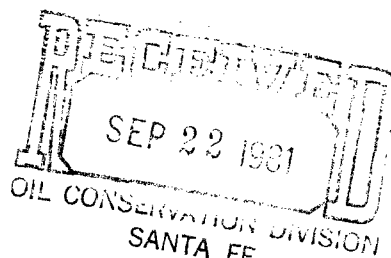


Energy Reserves Group, Inc.
P.O. Box 3280
Casper, Wyoming 82602
Phone 307 265 7331



 Energy Reserves Group

September 16, 1981

State of New Mexico
Oil Conservation Commission
P.O. Box 2088
Santa Fe, New Mexico 87501

*NSL-1441
Gallagher Gallup Pool
Immediate, 120 offsets*

Subject: Application for Non Standard Location for O.H. Randel #8
(Formerly O.H. Randel #3-E)

Gentlemen:

Energy Reserves Group, Inc., initially drilled O.H. Randel #8, 1,550' FNL, 1,520' FWL, Sec. 9-T26N-R11W, as a Dakota Gas Well. The Dakota proved to be nonproductive. The Gallup zone was then opened and the well is now an oil producer.

We hereby request approval of a Non Standard Location for the above mentioned well as an oil producer.

Very truly yours,
ENERGY RESERVES GROUP, INC.

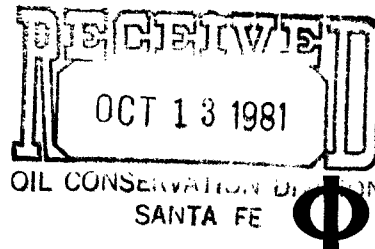


Ron E. Schanaman
Production Engineer
Rocky Mountain District

*Rule 2^(c) of Order No
R-5353,
as amended,*

RES:erl

Energy Reserves Group, Inc.
P.O. Box 3280
Casper, Wyoming 82602
Phone 307 265 7331



Energy Reserves Group

October 8, 1981

Mr. R.L. Stamets
Energy & Minerals Department
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87501

Re: Application for Non-Standard
Proration Unit O.H. Randel
Well No. 8, Sec. 9-T26N-R11W
San Juan County, New Mexico

Dear Mr. Stamets:

Energy Reserves Group, Inc., own 100% of the leases in Sec. 9-T26N-R11W. Therefore, all the offset leases to the above mentioned well are owned by Energy Reserves Group, Inc.

Please feel to call me if additional information is required.

Sincerely,
ENERGY RESERVES GROUP, INC.


R.E. Schanaman
Production Engineer
Rocky Mountain District

RES:erl



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87412
(505) 334-6178

OIL CONSERVATION DIVISION
BOX 2088
SANTA FE, NEW MEXICO 87501

DATE Sept. 19, 1991

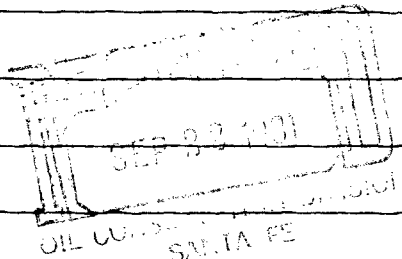
RE: Proposed MC _____
Proposed DHC _____
Proposed NSL ✓ _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

Gentlemen:

I have examined the application dated Sept. 19, 1991
for the Energy Reserves Corp. O.H. Randel #8 F-9-26W-11W
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approve for Gallup zone



Yours truly,

Jeff A. Edmister
JEE