



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

March 27, 2001

Lori Wrotenbery
Director
Oil Conservation Division

Elm Ridge Resources, Inc.
P. O. Box 1317
Aztec, New Mexico 87410
Attention: Patrick Hegarty

Telefax No. (505) 334-4992

AMENDED Administrative Order NSL-4557

Dear Mr. Hegarty:

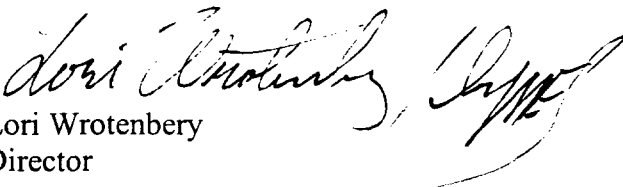
I received correspondence from the Aztec District Office of the Division that the description of the unorthodox gas well location in Division Administrative Order NSL-4557 is no longer applicable.

Division Administrative Order NSL-4557 authorized Elm Ridge Resources, Inc. to drill its Kelly "IND" Well No. 1-E (**API No. 30-045-30471**) at an unorthodox gas well location within the Basin-Dakota Pool 2480 feet from the North line and 660 feet from the West line (Unit E) of Section 12, Township 27 North, Range 13 West, NMPM, San Juan County, New Mexico.

It is our understanding that the well was moved to the east-southeast a distance of 11 feet due to "powerlines and to improve access to existing road."

By the authority granted me under the provisions of Division Rule 104.F (2), Division Administrative Order NSL-4557 is hereby revised to reflect a location change for the proposed well in the W/2 of Section 12 to be drilled an unorthodox gas well location that is 2485 feet from the North line and 670 feet from the West line (Unit E) of Section 12. All other provisions of Division Administrative Order NSL-4557 shall remain in full force and effect until further notice.

Sincerely,


Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington
File: NSL-4557