

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON Governor

Joanna Prukop Cabinet Secretary

Mark E. Fesmire, P.E. Director Oil Conservation Division

February 13, 2006

Ms. Anne Jones Sr. Landman Lance Oil & Gas Company, Inc. Post Office Box 70 Kirtland, New Mexico 87417

Dear Ms. Jones:

Based upon the reasons stated in your letter of February 6, 2006, and in accordance with the provisions of Division Order No. R-12453, Lance Oil & Gas Company, Inc. is hereby granted an extension of time until May 29, 2006, in which to commence the drilling of the well pooled by this order.

Sincerely,

Mark E. Fesmire, P.E. Director

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cc: Case No. 13574 OCD – Aztec



February 6, 2006

Mr. Mark E. Fesmire, PE State of New Mexico Oil Conservation Division 1220 South St. Francis Dr. Santa Fe. NM 87505

Re: Compulsory Pooling Order R-12453 N/2 Section 17, T29N-R13W, NMPM San Juan County, New Mexico

Dear Mr. Fesmire:

Lance Oil & Gas Company, Inc. requests an extension for the drilling of the infill well pursuant to the subject order. Lance is in the process of obtaining a surface use agreement from the surface landowner.

Your consideration in this matter would be appreciated.

Should you have any questions please contact me at (505) 598-5601 extension 62.

Yours truly

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Anne Jones Sr. Landman