



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

July 15, 1997

Ms. Gayle Arnold, Landman
Magnum Hunter Production, Inc.
600 East Las Colinas Blvd., Suite 1200
Irving, Texas 75039

Dear Ms. Arnold:

Based upon the reasons stated in your letter of July 11, 1997, and in accordance with the provisions of Division Order No. R-10780, Magnum Hunter Production, Inc. and Gruy Petroleum Management Co. are hereby granted an additional extension of time until September 13, 1997, in which to begin the well pooled by said order.

Sincerely,

A handwritten signature in cursive script, appearing to read "William J. Lemay".

WILLIAM J. LEMAY
Division Director

fd/

cc: Cases Nos. 11656 and 11678
OCD - Hobbs



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

May 22, 1997

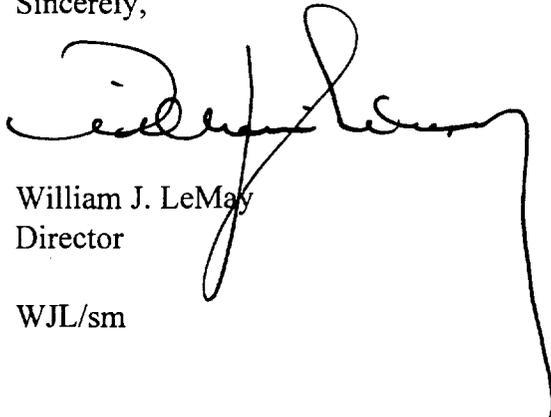
Case 11678

Gayle Arnold, Landman
Magnum Hunter Production, Inc.
600 East Las Colinas Blvd.
Suite 1200
Irving, Texas 75039

Dear Ms. Arnold:

Based upon the reasons stated in your letter of May 15, 1997, and in accordance with the provisions of Division Order No. R-10780, Magnum Hunter Production, Inc. is hereby granted an extension of time until August 14, 1997, in which to begin the well pooled by said order.

Sincerely,



William J. LeMay
Director

WJL/sm

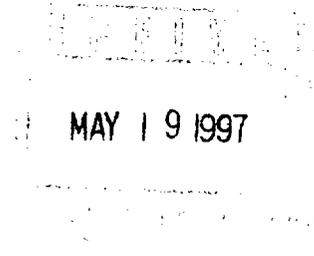


Magnum Hunter Production, Inc.

600 East Las Colinas Blvd. • Suite 1200 • Irving, TX 75039 • (972) 401-0752 • Fax (972) 401-1834
Mailing Address: P.O. Box 140907 • Irving, TX 75014-0907

15th May 1997

Energy, Minerals and Natural Resources Department
Attention: Oil Conservation Division
2040 South Pacheco
Santa Fe, NM 87505



Attention: William J. LeMay, Director

Re: Compulsory Pooling Order No. R-10780
SW/4, Section 23-26S-37E
Lea County, New Mexico

Dear Mr. LeMay:

Your attention is directed to Compulsory Pooling Order No. R-10780 issued by the Oil Conservation Division on 17th March 1997 in favor of Burlington Resources Oil & Gas Company ("BROG"). Under the terms of said order, BROG is granted rights to pool the mineral interests and drill a well from the surface to the base of the Rhodes Yates-Seven Rivers Gas Pool at an unorthodox location on the captioned land on or before 15th June 1997.

Please be advised that effective 1st May 1997, Magnum Hunter Production, Inc. ("MHPI") acquired all of the right, title and interest of BROG in the captioned land along with all rights and obligations under the captioned order. Texaco Exploration & Production Inc. has previously filed and received approval of BLM Form 3160-3 for the drilling of a horizontal oil well in the captioned land. Gruy Petroleum Management Co. ("Gruy"), operating affiliate of MHPI, is in the process of filing an amended Form 3160-3 changing the following items, among others: 1) from **Texaco Exploration & Production, Inc.** to **Gruy Petroleum Management Co.**, 2) from a **horizontal** well to a **vertical** well, and 3) from an **oil well** to a **gas well**.

Due to filing requirements and uncertain rig availability, it appears that MHPI and Gruy will be unable to meet the 15th June 1997 commencement date as sanctioned in the captioned order. In accordance with Paragraph 2 of Page 11 of said order, MHPI and Gruy hereby request the Division's consideration in granting a 60-day extension for the commencement of the drilling of the subject well from 15th June 1997 to 14th August 1997.

Your prompt attention to this matter is respectfully requested. If you should have any questions or require additional information, please feel free to contact the undersigned.

Sincerely,

MAGNUM HUNTER PRODUCTION, INC.

A handwritten signature in black ink that reads "Gayle Arnold". The signature is fluid and cursive, with a long horizontal stroke at the end.

Gayle Arnold
Landman

/ga

cc: Texaco Exploration & Production, Inc.
P. O. Box 3109
Midland, TX 79702

Larry A. Nermyr
HC-57 Box 4106
Sidney, MT 59270

James E. Burr
3803 Wedgewood Court
Midland, TX 79707

Ruth Sutton
2826 Moss
Midland, TX 79705



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

March 17, 1997

Kellahin and Kellahin
117 N. Guadalupe
P. O. Box 2265
Santa Fe, New Mexico 87504

**RE: CASE NO. 11656
CASE NO. 11678
ORDER NO. R-10780**

Dear Sir:

Enclosed are two copies of the above-referenced Division order recently entered in the subject case.

Sincerely,


Sally E. Martinez
Administrative Secretary

cc: J. Bruce
B. Carr
BLM - Carlsbad
Taxation & Revenue Dept.
