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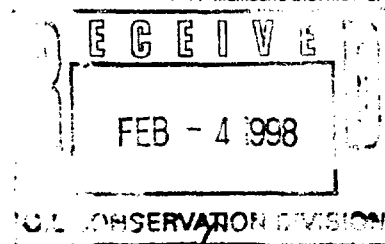
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February 3, 1998



Ms. Florine Davidson
New Mexico Oil Conservation Division
PO Box 6429
Santa Fe, NM 87505

Ms. Case 11924

Re: Application of Shahara Oil, L.L.C.

Dear Ms. Davidson:

The writer recently forwarded to you for filing the captioned application wherein Shahara Oil sought, among other matters, approval of two proposed unorthodox well locations in the W/2 Section 16. Please note paragraph 7 of that application. Those two unorthodox locations have been changed to the Phillips State No. 100 Well located 1330 feet FNL and 140 feet FWL of said Section 16 and the Phillips State No. 101 Well located 2630 feet FNL and 140 feet FWL of said Section 16.

The Wiser Oil Company which is the offsetting operator has consented to those two wells as heretofore described, and the same have been approved by Gary Wink, the Division's Field Representative.

Shahara Oil's application has been set for hearing February 19. In my telephone call to Michael Stogner this morning, it was suggested that I write this letter to you setting forth those revised locations.

Very truly yours,

Paul A. Cooter

PAC/smb