



MYCO INDUSTRIES, INC.  
OIL PRODUCERS  
P.O. BOX 840 / 331 WEST MAIN, SUITE C  
ARTESIA, NEW MEXICO 88211-0840  
Phone (505) 748-1471

April 6, 1999

NM Energy Minerals and Natural Resource Dept.  
Oil Conservation Division  
2040 S. Pacheco Street  
Santa Fe, NM 87505

Attn: Mike Stogner  
Engineer

RE: Administrative Approval Request  
Non-Standard Location  
State Lease #E-2943  
Continental "A" State #16-~~P~~Y  
980' FSL & 1200' FEL  
Township 19 South, Range 29 East, NMPM  
Section 10  
Eddy County, New Mexico  
Proposed TD 2400' (7RVRS-QN)

Dear Sir:

Please note the attached NMOCD Form C-103 which details the P/A on the Continental "A" State #16 (NSL-4238). We propose to skid over 100' to the East and Re-drill this well as the Continental "A" State #16-Y (C-102 Attached).

AFT Rig #3 is currently drilling the Continental State #17 (NSL-4247) and will be ready to spud the Continental "A" State #16-Y this coming Monday, April 12, 1999.

Your prompt approval for a NSL Location will be most appreciated.

Sincerely,

Nelson Muncy, PELS  
Operations Manager

Attachments (3)

NM:ss

XC: NMOCD - Artesia  
Frank Yates, Jr.  
Kathy Porter - Land  
Doug Adey - Accounting

Myco Industries, Inc. Fax # (505) 748-2368