



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

~~CONFIDENTIAL~~

BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

January 20, 1994

POST OFFICE BOX 2068
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-3500

Scott

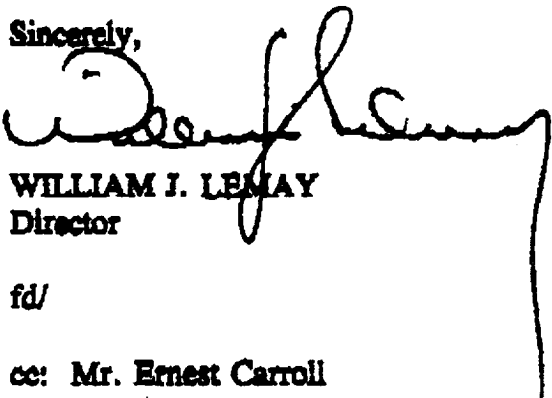
Mr. James Bruce
Hinkle, Cox, Eaton,
Coffield & Hensley
Attorneys at Law
Post Office Box 2068
Santa Fe, New Mexico 87504-2068

Re: Case No. 10788 (De Novo)
Order No. R-9964

Dear Mr. Bruce:

Your request for an extension to March 1, 1994, for the drilling of the well in the subject case, is hereby granted. All of the costs incurred by the cable tool operation on Yates' lease in the southeast quarter of Section 2, Township 22 South, Range 24 East, from February 1, 1994 through March 1, 1994, shall be included in the costs of drilling the Nearburg Producing Company Big Walt "2" State Well No. 2 with each of the parties paying their respective part thereof.

Sincerely,


WILLIAM J. LEMAY
Director

fd/

cc: Mr. Ernest Carroll