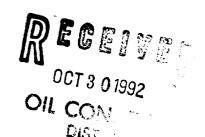
17-2-27N-1W, lic 2A #1

Operating Agreement 701-90-0001 (WC) 3162.7-3 (019)

OCT. 29 1992



CERTIFIED -- RETURN RECEIPT REQUESTED P 794 523 598

Mr. Jim Lister American Hunter Exploration, Ltd. 410 17th St., Suite 1220 Denver, CO 80202

Dear Mr. Lister:

We have received your letter of October 26, 1992, whereby American Hunter is cancelling its proposed plan to inject produced gas from well No. 3F-1 into well No. 2A-1, located 442' FNL and 1200' FWL, sec. 2, T. 27 N., R. 1 W., Operating Agreement 701-90-0001. You are reminded that you are restricted to venting no more than 30 MCF/Day or 900 MCF/Month ± 10% from well No. 3F-1 until such time as alternate disposition of the gas is approved.

Under provisions of 43 CFR 3165.3, you may request an Administrative Review of the orders described above. Such request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management, P. O. Box 27115, Santa Fe, New Mexico 87502-0115. Such request shall not result in a suspension of the order(s) unless the reviewing official so determines. Procedures governing appeals from instructions, orders or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et seq.

If you have any questions concerning this matter, please call Duane Spencer at (505) 599-8950 or 327-5344.

Sincerely,

[s] John L. Keller

John L. Keller Chief, Branch of Mineral Resources

cc: EPA, Dallas, Attn: Mr. Ron Van Wyk NMOCD, Aztec, NM BTA, Dulce, NM