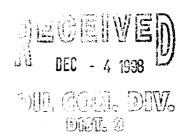
## Mallon Oil Company

Denver/Colorado Durango/Colorado Carlsbad/New Mexico

December 3, 1998

Oil Conservation Division 1000 Rio Brazos R. Aztec, NM 87410



To Whom It May Concern:

- 41-35/3

On December 3, 1998, I spoke with Ernie Bush in reguards to Jicarilla 460-21 No. 1. The C-104 for this well was returned for lack of a NSL. During our phone conversation Mr. Bush came to the conclustion that the Jicarilla 460-21 No. 1 is in fact not a Non Standard Location. Therefore, Mallon Oil Company will not be obligated to fill out a NSL form. Enclosed you will find the C-104 forms.

Also, I have enclosed a copy of the approved completion reports issued to us by the Bureau of Land Management.

Thank you for your assistance. Should you have any questions regarding this matter please feel free to contact me at (970)382-9100. Sincerely,

MALLON OIL COMPANY

Christy Serrano Production Clerk

Enclosure (4)