AMERICAN PENN ÉNERGY, INC.

Box 9685.900 Bow Valley Square 1, 202-6th Avenue, S.W., Calgary, Alberta, Canada T2P 2R9 (403) 237-5395

July 5, 1984

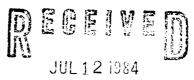
RECEIVED DIAMED AND AREA MARKINGTON HISOURCE AREA

United States Department of the Interior Bureau of Land Management Farmington Resource Area Caller Service 4104 Farmington, NM 87499

RE: 3100 (016) NM-42428

Anador-Federal #1-19

NE SW Section 19-T30N-R15W San Juan County, New Mexico



OIL CON. DIV.

Gentlemen:

In response to the above-referenced correspondence regarding the venting of solution gas on our Federal #1-19, we hereby request that you grant permission to continue venting the gas.

The gas-oil ratio for the three years the well has been producing have been as follows:

1982 3075 1983 1712 1984 1531.

As you can see the ratio is steadily decreasing. Please refer to our original application letter of July 9, 1982, and note the economics run then assumed a constant GOR of 3075 and calculated no payout. The situation in this area has changed only for the worse over the years, therefore the economics are worse. Over the last couple of years there has been no further drilling or gas gathering systems installed in the area.

Please feel free to contact us if you need any further information to make your decision.

Anadorkesource s, luc

Sincerely yours

Kent A. Johnson

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BOX 443 151 CHAUTAUQUA ROAD FREDONIA.NEW YORK 14063 (716) 673-9151 ·BRANCH OFFICES·

MMOCD

AREA MANAGED SUITE 320. I OUEBEC COURT 5700 SOUTH QUEBEC ENGLEWOOD, COLORADO 80111 (30 D 741-2886