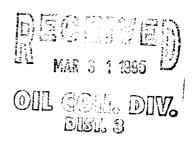


March 28, 1995

Mr. Frank Chavez, Supervisor NMOCD District III 1000 Rio Brazos Rd. Aztec NM 87410

NMOCD Order No. R-10108 and 10108-A Approval for Horizontal Drilling Project Gartner A #2R Well E/2 Section 28-T30N-R8W Blanco Mesaverde Pool San Juan County, New Mexico Southern
Rockies
Business

Unit



Per my telephone conversation with Mike Stogner regarding the above referenced NMOCD order, this letter will inform you of Amoco's plans to simultameously produce the Blanco Mesaverde Pool from the Gartner A #2R well, the Gartner A #2 well and the Gartner A #2A well all located in the gas spacing and proration unit comprising the E/2 Section 28, T30N-R8W. Per NMOCD order, the allowable for the proration unit will be determined based on the deliverability of the Gartner A #2A well in the SE/4 and the Gartner A #2R well in the NE/4. It is my understanding that no further approvals are necessary.

Sincerely,

J. W. Hawkins

cc: Robert DeHerrera

Mr. William J. LeMay, Director New Mexico Oil Conservation Division 2040 S. Pacheco Street P.O. Box 6429 Santa Fe, NM 87505