



HALLADOR PETROLEUM, LLP

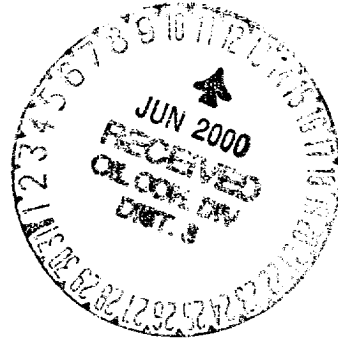
HALLADOR PETROLEUM COMPANY

HALLADOR PRODUCTION COMPANY

June 9, 2000

Oil Conservation Division
Aztec District Office
1000 Rio Brazos Road
Aztec NM 87410

Attention: Mr. Charlie T. Perrin



Re: Horton #12, Sec 27 T32N, R12W, API 30-045-24518

Dear Mr. Perrin:

As we discussed on the telephone today, due to the shortage of available personnel and equipment, Hallador has been experiencing difficulty in contracting for services to remedy the cement job at the subject well. Key Drilling Services is now under contract and we expect the approved Remediation Procedure dated May 1 to be implemented in the next two weeks. Therefore, we respectfully request an extension to July 1, 2000 to complete this work.

We appreciate your patience and understanding. Please call me at (303) 839-5504 ext. 317 if you have any questions regarding this matter.

Sincerely,

Timothy Lovseth
Manager of Exploration and Geology

OK CTP