



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

June 13, 1996

Labrador Oil Co.
400 N. St. Paul
Suite 400
Dallas, tx 75201

Attention: Mike Kerr

Re: Mescalero Well No. 1, Condition of Approval

Dear Mr. Kerr:

Enclosed please find an approved copy for your Mescalero Well No. 1 location. As a condition of approval, it is imperative that cement cover the Glorieta Formation on your 13 3/8" casing and this office will require the top of cement on this casing string be at least 100' above the top of the Glorieta Formation.

Should you have any question pertaining to this matter, please contact me at this office.

Sincerely,

A handwritten signature in dark ink, appearing to read "Roy E. Johnson", with a long horizontal flourish extending to the right.

ROY E. JOHNSON,
Sr. Petroleum Geologist

REJ/dr