



NEW MEXICO ENERGY, MINERALS  
& NATURAL RESOURCES DEPARTMENT

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

January 28, 1998

Ridgeway Arizona Oil Corporation  
P.O. Box 1110  
St. Johns, Arizona 85936  
Attn: Tom White

RE: North State 1-16 Well No. 1  
P-16-1N-20W  
Catron County, New Mexico

Dear Tom:

Enclosed please find an approved copy of the above referenced well location. This letter will serve as an condition of approval as this is a non-standard location and the requirements as outlined by the Divisions' Rule 104.F will have to be approved by this office prior to production.

In regards to the 5 1/2" production casing, this office will require a minimum of 50% excess cement over the calculated cement volumes in order to attempt to get cement to surface. It is imperative that these primary cement jobs be done well, not only from an economic viewpoint but, also for corrosion control and potential waste issues.

Should you have any questions pertaining to these matters, please contact me at this office.

Sincerely,

Roy Johnson  
Senior Petroleum Geologist

RJ:ls