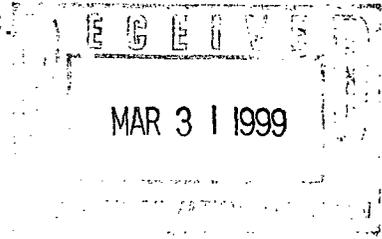




MYCO INDUSTRIES, INC.
OIL PRODUCERS
 P.O. BOX 840 / 331 WEST MAIN, SUITE C
 ARTESIA, NEW MEXICO 88211-0840
 Phone (505) 748-1471



March 30, 1999

AMENDED LETTER

NM Energy Minerals and Natural Resource Dept.
 Oil Conservation Division
 2040 S. Pacheco Street
 Santa Fe, NM 87505

Attn: Mike Stogner
 Engineer

RE: Administrative Approval Request
 Non-Standard Location (Rule #104.F)
 Unorthodox "Infill" Oil Well
 Continental State #17
 400' FSL & 1200' FWL
 Township 19 South, Range 29 East, NMPM
 Section 10
 Eddy County, New Mexico
 Proposed TD 2400' (7RVRS-QN)

Dear Sir:

Due to Pipeline and close proximity to County Road we are amending location to the above captioned.

Myco Industries, Inc. hereby requests that administrative approval, under Rule #104.F, be granted for an unorthodox "Infill" Oil Well Location within an existing standard 40-acre oil spacing and proration unit as follows:

Continental State #17-M
 State Lease B-8096
 MYCO - 100% WI (Surface - 5000')
 Turkey Track 7RVRS-QN-GB-SA Pool
 TD 5000' (7RVRS-QN Test)
 Unit M, 400' FSL & 1200' FWL, Sec. 10-T19S-R29E, NMPM
 Eddy County, New Mexico

Myco plans to drill this well within the next ten to fourteen days. We have a rig available that will move on this well after drilling the Continental "A" State #16-P, that you approved last week.

Please fax your approval to (505) 748-2368. Thanks for the help.

Sincerely,

Nelson Muncy
 Nelson Muncy, PELS
 Operations Manager
By: Stacy Smith

Attachments (2)
 NM:ss

XC: NMOCD - Artesia
 Frank Yates, Jr.
 Kathy Porter - Land
 Doug Adey - Accounting



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MYCO Industries, Inc.

P O Box 840

331 West Main, Ste C

Artesia, NM 88211-0840

Date: 3/30/99
Number of pages including cover sheet: 2

To: MIKE STOGNER
OLD

Phone: 505 827 7131
Fax phone: 505 827 1389
CC:

From: Nelson Muncy
M MYCO INDUSTRIES, INC.
— OIL - GAS PRODUCER —
P.O. Box 840 • Corner of 4th & Main
Artesia, New Mexico 88211-0840
(505) 748-4274
FAX (505) 748-2368
HOME (505) 748-2687
CELLULAR (505) 746-7316
PAGER 1 (800) 999-6710
PIN #9911085
NELSON MUNCY, PELS
— OPERATIONS MANAGER —

REMARKS: Urgent For your review Reply ASAP Please comment

Amended letter on Continental State #17 location.

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