

OIL CONSERVATION DIVISION

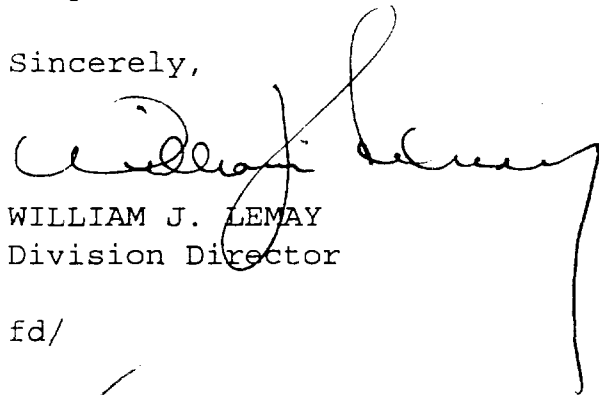
November 30, 1995

Mr. Robert A. Schwering
Senior Engineer
Bonneville Fuels Corporation
1660 Lincoln, Suite 1800
Denver, Colorado 80264

Dear Mr. Schwering:

Based upon the reasons stated in your letter of November 29, 1995, and in accordance with the provisions of Division Order No. R-7285-A, Bonneville Fuels Corporation is hereby granted an extension of time until March 1, 1996, in which to begin the well pooled by said order. It is my understanding that this will be Bonneville's final request for extension of the drilling of the subject well.

Sincerely,



WILLIAM J. LEMAY
Division Director

fd/

cc: ✓ Case No. 11317
OCD - Hobbs

Bonneville Fuels Corporation
A Subsidiary of Bonneville Pacific Corporation

November 29, 1995

Mr. William J. LeMay, Director
Oil Conservation Commission
2040 So. Pacheco
Santa Fe, NM 87505

Re: Request for Second and Final Drilling Date Extension
Order #R-7285-A
Case #11317
Norris #4 Well
Lea County, New Mexico

Dear Mr. LeMay:

On July 6, 1995, the Commission issued Order #R-7285-A, Case #11317 heard in Hobbs, New Mexico, by Mr. Stogner, which allowed for an unorthodox location and compulsory pooling in the:

Norris #4 Well
W/2SW/4 Section 13-17S-37E
Lea County, New Mexico

To be effective, it was required that said well must be commenced by October 1, 1995.

On September 27, 1995 you granted an extension of this Division Order No. R-7285-A until December 31, 1995, at the request of Mr. David Spelman, Landman, of the Bonneville Fuels Corporation.

Bonneville Fuels Corporation, as operator, still intends to drill said well, but it appears unlikely that it will be able to commence actual drilling operations prior to January 1, 1996. Bonneville Fuels Corporation has a drilling contract with Peterson Drilling Company to drill the Norris #4 well and was previously informed that a rig with sufficient capacity to drill the well would be available to meet our commitment and commence drilling operations on approximately December 15, 1995. Bonneville Fuels Corporation has now been informed that a Peterson Drilling Company Rig with sufficient mechanical capacity to drill this well will not be available until approximately January 15, 1996 or February 1, 1996. Bonneville Fuels prefers to drill this well with experienced Peterson Drilling Company personnel - at the favorable rates of the existing contract, if at all possible.

William J. LeMay
Oil Conservation Commission
Norris #4 Well
November 29, 1995
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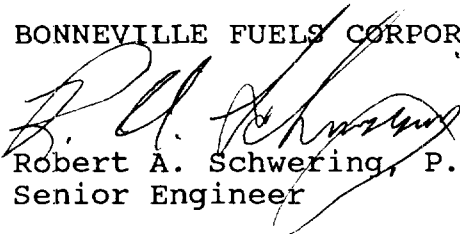
Bonneville Fuels Corporation hereby requests an extension under said order to allow for the well to be commenced any time prior to March 1, 1996. As we discussed on November 29, 1995, by telephone, this will be our last extension and drilling of said well MUST COMMENCE prior to March 1, 1996 or the Division Order No. R-7285-A will lapse.

It is the intention of the Bonneville Fuels Corporation to commence drilling of this well ON OR BEFORE March 1, 1996 - with or without the assistance of the Peterson Drilling Company, should they be unable to provide us a rig with sufficient capacity to drill the well prior to the lapse of this Division Order on March 1, 1996.

Should you or your staff need any additional information, please contact us.

Yours truly,

BONNEVILLE FUELS CORPORATION


Robert A. Schwering, P.E.
Senior Engineer