

BURLINGTON RESOURCES

SAN JUAN DIVISION

May 30, 1997

Lee Wayne Moore and
JoAnn Montgomery Moore
Trustees of the Moore Loyal Trust,
U/T/A dated August 20, 1979
403 N. Marienfield
Midland, TX 79701

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|---------------------------|---------------|
| BEFORE EXAMINER CATANACH | |
| OIL CONSERVATION DIVISION | |
| EXHIBIT NO. | U |
| CASE NO. | 11808 + 11809 |

RE: Marcotte #2 Well
Pennsylvanian formation
Arch Rock Prospect
Proposed depth 14,000'
ALL Section 8, T31N-R10W
639.78 acres, more or less
San Juan County, New Mexico

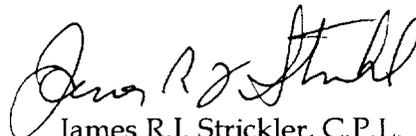
Dear Mr. Moore:

Please reference my letter dated April 22, 1997 regarding the captioned well. As of this writing I have not received a response from your company concerning our proposal. Burlington Resources Oil & Gas Company (Burlington), is ready to drill this well as soon as possible. In that regard should we not hear from you in the near future we will be forced to pursue compulsory pooling under the rules and regulations of the State of New Mexico Oil Conservation Division.

Per your request, please find enclosed a copy of a land ownership map of the subject prospect area.

If we can be of any assistance in your review of the proposal please call me at (505) 326-9756, or Mike Dawson (Geologist) at (505) 326-9770.

Yours very truly,


James R.J. Strickler, C.P.L.
Senior Staff Landman

JRS:dg
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