



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

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Lori Wrotenbery
Director
Oil Conservation Division

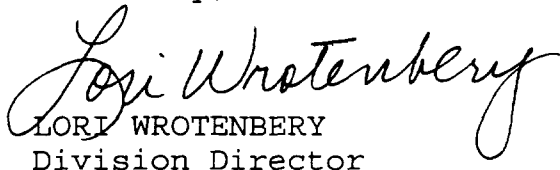
September 18, 2001

Mr. William F. Carr
Holland & Hart and
Campbell & Carr
Attorneys at Law
Post Office Box 2208
Santa Fe, New Mexico 87504-2208

Dear Mr. Carr:

Based upon the reasons stated in your letter of September 17, 2001, and in accordance with the provisions of Division Order No. R-11568, David H. Arrington Oil & Gas, Inc. is hereby granted an additional extension of time until January 1, 2002, in which to commence drilling the well pooled by this order.

Sincerely,


LORI WROTENBERY
Division Director

fd/

cc: Case No. 12602
OCD - Artesia

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AND
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September 17, 2001

HAND DELIVERED

Lori Wrotenbery, Director
Oil Conservation Division
New Mexico Energy, Minerals and Natural
Resources Department
1220 S. Saint Francis Drive
Santa Fe, New Mexico 87504

Re: Oil Conservation Division Case No. 12602: Application of David H. Arrington Oil & Gas, Inc. for Compulsory Pooling, Unorthodox Well Locations and Directional Drilling, Eddy County, New Mexico.
Order R-11568

Dear Ms. Wrotenbery:

By letter dated June 22, 2001, the Division granted an extension until October 1, 2001 for David H. Arrington Oil & Gas, Inc. to commence drilling under the above referenced order. Since that time, the de novo appeal filed by Energen Resources has been dismissed, but Arrington has encountered difficulties in scheduling a rig for the well.

Arrington intends to drill the Disco Midge Well No. 1 in the W/2 of Section 35, T-15-S, R-35-E. However, because of delays encountered in obtaining a rig, Arrington will not be able to commence drilling prior to the October 1, 2001 deadline. Accordingly, Arrington requests an additional 90-day extension of Order No. R-11568 to January 1, 2002.

Ms. Lori Wrotenbery
September 17, 2001
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Your attention to this request is appreciated.

Very truly yours,

A handwritten signature in black ink, appearing to read "William F. Carr", with a stylized flourish at the end.

William F. Carr

WFC/keh

cc: David H. Arrington
David H. Arrington Oil & Gas, Inc.