

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
BETTY RIVERA
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

June 14, 2002

Mr. James Bruce Attorney at Law Post Office Box 1056 Santa Fe, New Mexico 87504

Dear Mr. Bruce:

Based upon the reasons stated in your letter of June 14, 2002, and in accordance with the provisions of Division Order No. R-11752, David H. Arrington Oil & Gas, Inc. is hereby granted an extension of time until August 31, 2002, in which to commence drilling the well pooled by this order.

Sincerely,

LORY WROTENBERY

Division Director

fd/

cc: Case No. 12840

OCD - Hobbs

JAMES BRUCE ATTORNEY AT LAW

POST OFFICE BOX 1056 SANTA FE, NEW MEXICO 87504

324 MCKENZIE STREET SANTA FE, NEW MEXICO 87501

(505) 982-2043 (505) 982-2151 (FAX)

June 14, 2002

Via Fax and U.S. Mail

Lori Wrotenbery Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

Re: Case No. 12840/Order No. R-11752

Dear Ms. Wrotenbery:

The above order requires drilling to be commenced by June 30, 2002. The operator intends to move the rig currently drilling the Maxwell 26 Well No. 2, located in the N½ §26-15S-34E, to the well approved by the above order. However, that well is encountering some downhole problems, and is taking longer to drill than anticipated. Therefore, David H. Arrington Oil & Gas, Inc. requests that the well commencement deadline in the order be extended to August 31, 2002. Thank you for your consideration of this matter.

Very truly yours,

Tames Bruce

Attorney for David H. Arrington Oil & Gas, Inc.

cc: William F. Carr