

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop

Cabinet Secretary

February 14, 2003

Lori Wrotenbery
Director
Oil Conservation Division

Mr. James Bruce Attorney at Law P. O. Box 1056 Santa Fe, New Mexico 87504

Dear Mr. Bruce:

Based upon the reasons stated in your letter of February 12, 2003, and in accordance with the provisions of Division Order No. R-11868, Nadel and Gussman Permian, L.L.C. is hereby granted an extension of time until May 1, 2003, in which to commence drilling the well pooled by this order.

Sincerely,

LORIWROTENBERY

Division Director

fd/

cc: Case No. 12957

OCD - Artesia

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February 12, 2003

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

Re: Order No. R-11868 (Nadel and Gussman Permian, L.L.C.)

rEB 1 3 7003

OIL CONSERVATION

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Dear Ms. Wrotenbery:

The above order requires drilling to commence by March 1, 2003. Nadel and Gussman Permian, L.L.C. ("Nadel and Gussman") requests that the commencement deadline be extended to May 1, 2003. As reason therefore, Nadel and Gussman states:

Case No. 12957 was heard on November 14, 2002, and Order No. R-11868 was issued. That order covered only unlocatable mineral owners. There were several locatable mineral owners who Nadel and Gussman hoped to lease. However, that has not happened, so Nadel and Gussman has filed an application, set for the March 13th Examiner hearing, to pool the locatable mineral owners.

Therefore, so that the original order does not expire, Nadel and Gussman requests an extension.

Thank you for your consideration of this matter.

Very truly yours,

James Bruce

Attorney for Nadel and Gussman Permian, L.L.C.