RAPTOR RESOURCES, INC.

P.O. Box 160430

Austin, Texas 78716-0430

(512) 478-4427

July 26, 1999

Mr. Michael Stogner New Mexico Oil Conservation Division 2040 Pacheo Santa Fe, New Mexico 87504

RE: Application for Unorthodox Gas Well Locations and Simultaneous Dedication Jalmat, Tansil Yts 7 Rvrs (Pro Gas)
710' FSL and 1980' FEL
Section 3, T 23S, R-36E, Unit Letter O
Lea County, New Mexico

Dear Mr. Stogner,

Raptor Resources, Inc. respectfully requests your approval of this administrative application for the subject Unorthodox Gas Well Location and Simultaneous Dedication.

Raptor Resources, Inc. is planning to re-complete it's State "A" A/C 1, Well No. 64 in the Jalmat Tansil Yates 7-Rivers (Pro Gas) Pool. It is our desire to also simultaneously dedicate the existing 320 acre Proration Unit assigned to our well nos.30, 35, 48, 61, and 69 to all six wells.

The offset operator plat shows that Arco Permian, Chevron, Inc, Texaco, Arch Petroleum and J.H Hendricks, are the offset operators that could be affected by this unorthodox location. Please find enclosed evidence that they have been notified of this application.

In order to prevent waste, Raptor Resources, Inc. respectfully requests your approval of this application for an unorthodox gas well location and simultaneous dedication. A copy of this letter and attachments has been furnished by Certified Mail to offset operators as their notice of this application.

If there are any questions or you need any additional information concerning this application please call me at (915) 697-1609 or e-mail me at BRKeathly@juno.com.

Sincerely,

Bill R. Keathly

Regulatory Agent for Raptor Resources

Cc: Oil Conservation Division - Hobbs