BENSON-MONTIN-GREER DRILLING CORP.

221 PETROLEUM CENTER BUILDING, FARMINGTON, NM. 87401 505-325-8874

August 14, 1985

State of New Mexico Energy and Minerals Department Oil Conservation Division P.O. Box 2088 Santa Fe, NM 87501

Cuse 8695

Attention: Mr. Gilbert Quintana

Re: APPLICATION FOR UNORTHODOX LOCATION WEST PUERIO CHIQUITO MANCOS POOL RIO ARRIBA COUNTY

Gentlemen:

This letter will confirm request made by telephone this morning to set for hearing September 11 an application on the part of Benson-Montin-Greer Drilling Corp. as operator of the Canada Ojitos Unit for an unorthodox location in Section 6, Township 25 North, Range 1 West which section lies within both the Canada Ojitos Unit and the West Puerto Chiquito Mancos pool.

Requested location is 1850' FNL and 870' FWL of Section 6, Township 25 North, Range 1 West. The well will be projected to the producing formation of the West Puerto Chiquito Mancos oil pool.

Pool rules call for minimum distance from section lines of 1650'. The reason for this request for unorthodox location is to protect the Canada Ojitos Unit from drainage from an offsetting well in Section 1, Township 25 North, Range 2 West (Mallon 1-8 Howard) which is located 1650' FNL and 870' FEL of Section 1.

Yours truly,

BENSON-MONTIN-GREER DRILLING CORP.

My

BY:

Albert R. Greer, President

ARG/tlp

cc: Gary Stephens, BLM, Abq.