



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

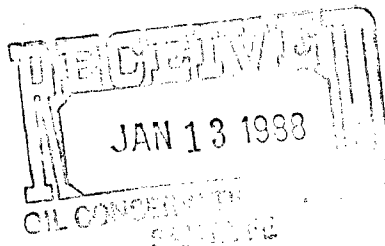
1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

OIL CONSERVATION DIVISION
BOX 2088
SANTA FE, NEW MEXICO 87501

DATE 1-12-88

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

NSR-X



Gentlemen:

I have examined the application dated 1-11-88
for the Mine, Inc. Cayias #2 A-2-25N-3W
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approve

Yours truly,

E. J. Burch

A. R. KENDRICK

BOX 516 • AZTEC, NEW MEXICO 87410 • (505) 334-2555

January 11, 1988

Mr. William J. LeMay
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

Re: Application for Non-Standard Proration Unit
Minel, Inc.
Cayias #2
A-2-T25N-R3W
West Lindrith Gallup-Dakota Oil Pool

Dear Mr. LeMay:

On behalf of Minel, Inc., we request the approval of an 116.17-acre non-standard proration unit consisting of the north half of the northwest quarter (N/2 NE/4), being Lots 1 and 2 of Section 2, T25N, R3W, in the West Lindrith Gallup-Dakota Oil Pool to be dedicated to the Cayias #1 well drilled at a standard location thereon.

This application is requested because the investment and development was prior to the 160-acre spacing order.

We believe the entire proration unit is productive of oil from the West Lindrith Gallup-Dakota Oil Pool.

A copy of this application is being sent by certified mail to the operators of wells offsetting the proposed unit as shown on the enclosed plat and list.

If further information is needed, please contact us.

Yours very truly,


A. R. Kendrick

Enclosure

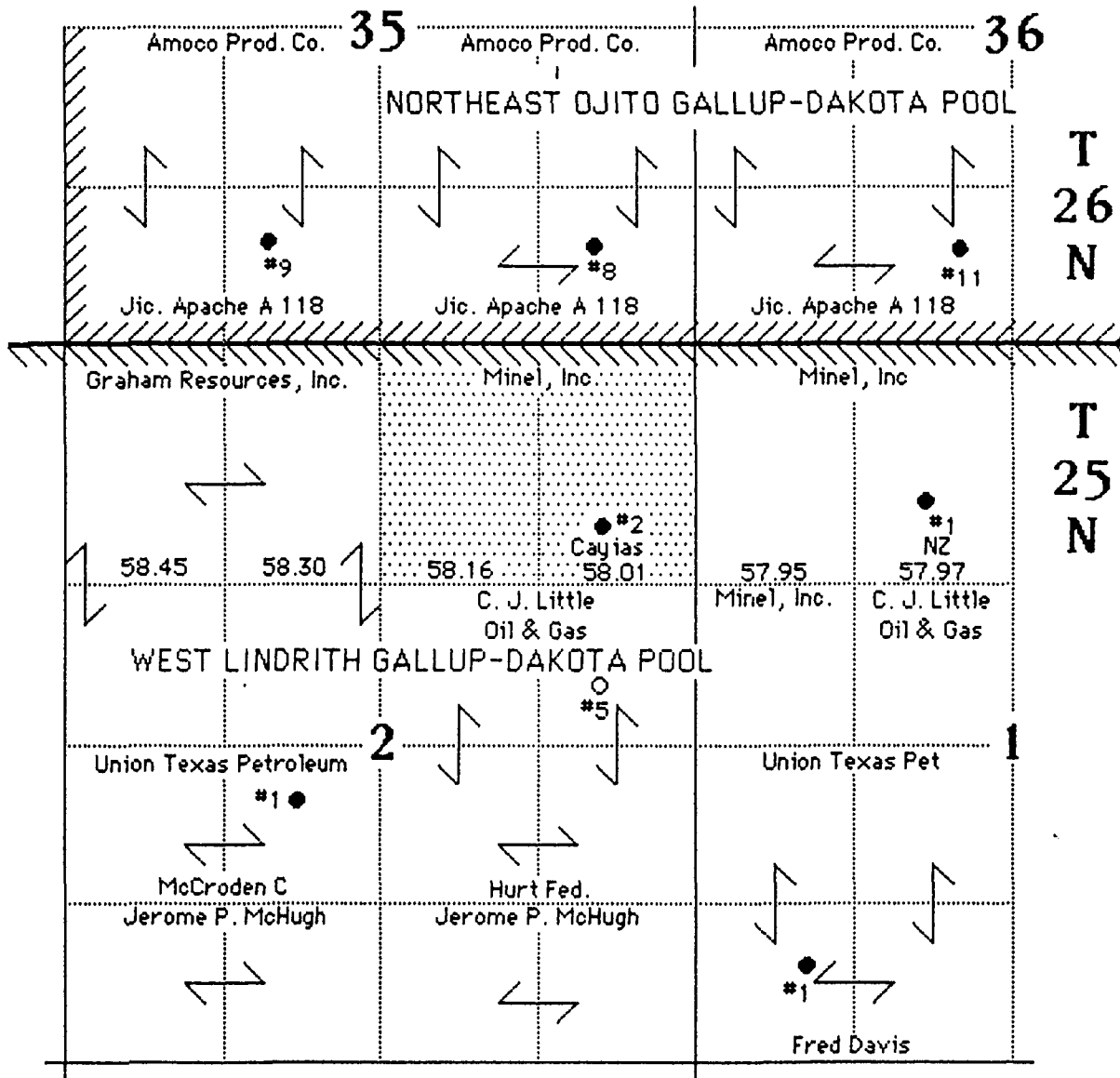
xc: Oil Conservation Division (2)
1000 Rio Brazos Road
Aztec, New Mexico 87410

Offset operators as listed on attachment (By Certified mail)

OFFSET OPERATORS OR OWNERS

Minel, Inc.
Cayias #2
A-2-T25N-R3W

R 3 W



OFFSET OPERATORS TO:

Minel, Inc.
Cayias #2
A-2-T25N-R3W
WEST LINDRITH GALLUP-DAKOTA OIL POOL

Amoco Production Company
P.O. Box 800
Denver, Colorado 80202

Graham Resources, Inc.
Suite 400
1675 Larimer Street
Denver, Colorado 80202

Curtis J. Little
P.O. Box 1258
Farmington, New Mexico 87499

Jerome P. McHugh
Suite 1225
650 South Cherry Street
Denver, Colorado 80222

Minel, Inc.
309 Washington, S.E.
Albuquerque, New Mexico 87108

(Applicant)

Union Texas Petroleum Corporation
375 U.S. Highway 64
Farmington, New Mexico 87401

OIL CONSERVATION DIVISION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

Form C-102
Revised 10-1-78STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

All distances must be from the outer boundaries of the Section.

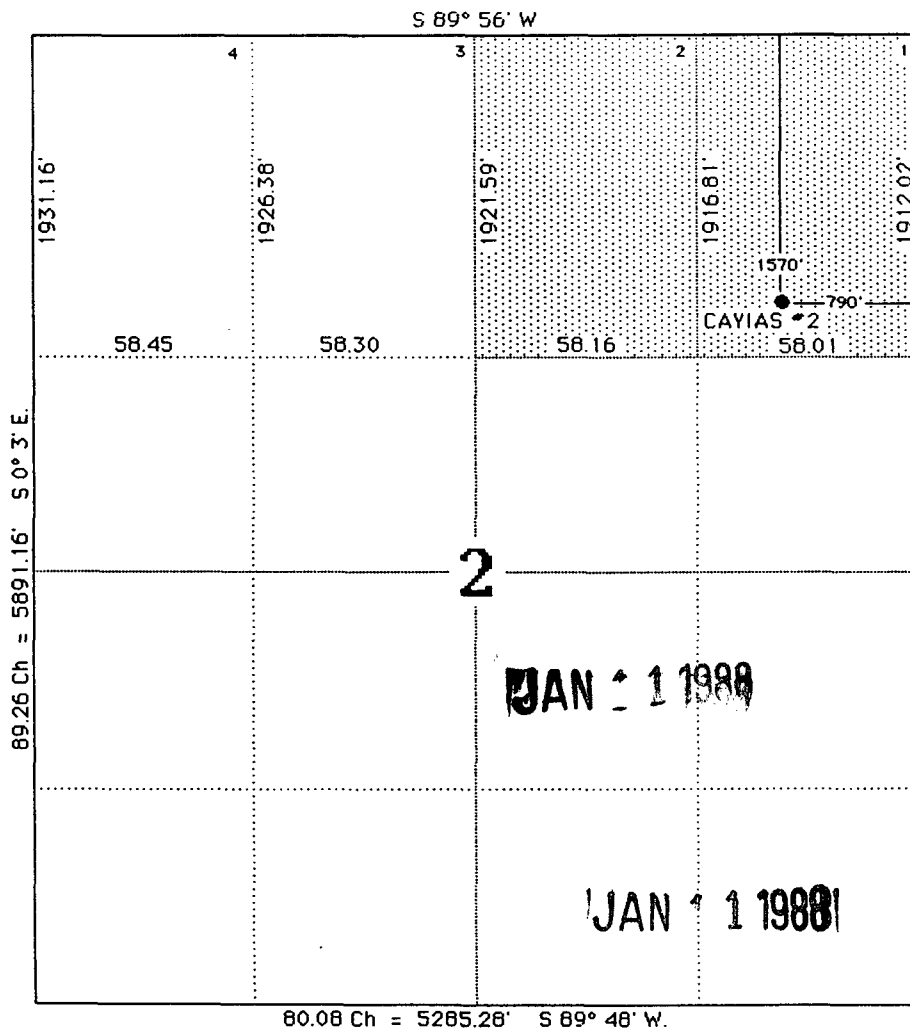
Operator Minel, Inc.			Lease Cayias			Well No. 2		
Unit Letter A	Section 2	Township 25N	Range 3W	County Rio Arriba				
Actual Footage Location of Well: 1570 feet from the North line and 790 feet from the East line								
Ground Level Elev. 7335	Producing Formation Gallup-Dakota		Pool West Lindrith Gallup-Dakota			Dedicated Acreage: 116.17 Acres		

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

☐ Yes ☐ No If answer is "yes," type of consolidation _____

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Division.



CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Name
AR Tenzin
Position
Agent

Company
Minel, Inc.

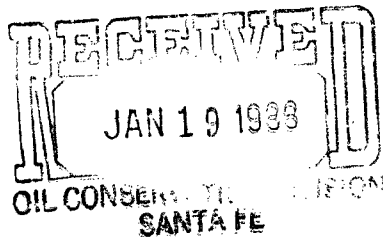
Date
January 11, 1988

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed

Registered Professional Engineer
and/or Land Surveyor

Certificate No.



Mr. William J. LeMay
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

Re: Waiver of Objection to Application for Non-Standard Proration Unit
Minel, Inc.
N/2 NE/4 (Lots 1 & 2) Section 2, T25N, R3W
West Lindrith Gallup-Dakota Oil Pool

Dear Mr. LeMay:

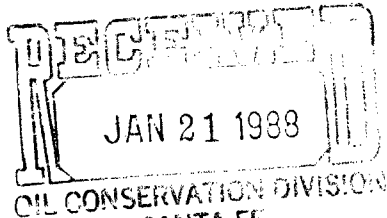
We, as an offset owner, hereby waive objection to the application filed on behalf of Minel, Inc. for the 116.17-acre non-standard proration unit comprising the N/2 NE/4 (Lots 1 & 2) in Section 2, T25N, R3W, in the West Lindrith Gallup-Dakota Oil Pool.

Yours very truly,

Company: Union Texas Petroleum

By: W.K. Cooper

Date: 1/14/87



Mr. William J. LeMay
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

Re: Waiver of Objection to Application for Non-Standard Proration Unit
Minel, Inc.
N/2 NE/4 (Lots 1 & 2) Section 2, T25N, R3W
West Lindrith Gallup-Dakota Oil Pool

Dear Mr. LeMay:

We, as an offset owner, hereby waive objection to the application filed on behalf of Minel, Inc. for the 116.17-acre non-standard proration unit comprising the N/2 NE/4 (Lots 1 & 2) in Section 2, T25N, R3W, in the West Lindrith Gallup-Dakota Oil Pool.

Yours very truly,

Company:

By:

Date:

Curtis J. Little O & G
Sylvia F. Little
1-12-88