

## **OIL & GAS ADMINISTRATION**

## JICARILLA APACHE NATION

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June 18, 2004

Mr. Charlie T. Perrin
Deputy Oil & Gas Inspector
New Mexico Oil Conservation Division
1000 Rio Brazos Road
Aztec, NM 87410

Re: Jicarilla 403 # 1, SENESE Sec. 17-T27N-R1W Jicarilla 200 # 1, NWNW Sec. 21-T27N-R1W

39-21487 39-08126

Dear Mr. Perrin:

I am writing in regards to your recent letter to Benson-Montin-Greer Drilling Corporation (BMG) on May 28, 2004, referencing two inactive wells on the Jicarilla Apache Reservation that are in violation of Rule 201 and need to be produced or plugged and abandoned. The Jicarilla Apache Nation (JAN) is requesting time to evaluate and test the two wells, referenced above, prior to plugging and abandonment. These wells offset a seven section, five well lease, currently in the process of reverting back to JAN, and are considered key wells in evaluating this area. Because the JAN technical personnel are stretched rather thin at the present time, we are requesting one year, until June 30, 2005, to complete our evaluation. We have spoken with BMG and they are willing to plug and abandon both wells after our evaluation, if we determine them non-productive. JAN appreciates your cooperation in this matter, and please call if you have any questions.

Sincerely,

Greg Embery – Petroleum Geologist

Oil and Gas Administration

XC: Fred P. Vigil - Director

Mike Dimond - BMG

Well File