



(972) 479-9701

030 ALBUQUERQUE, N.M.

April 14, 1999

Mr. Joe Incardine Bureau of Land Management 435 Montano Rd. N.E. Albuquerque, NM 87107 DEGETVE W MAY - 7 1988

OIL CON. DIV.

Re: NMSF 080566A

NZ #1 Well, located NE¼NW¼, Sec. 1, T25N, R3W, NMPM

Dear Mr. Incardine:

Please be advised that the above referenced well was being evaluated for possible new production options but due to the death of Jack Cayias, one of the principals of Minel, Inc., on December 16, 1998, the evaluation process has been temporarily delayed. The well is still capable of producing gas, but not in commercial quantities at today's low gas prices. The disposition of this well is expected to be resolved and the evaluation completed within the next six months.

We therefore request approval for temporary abandonment of this well until October 31, 1999 to complete the evaluation of this well and its associated acreage. At or before that time, we will either plug and abandon the well or have made the necessary filings to evaluate other commercial opportunities for the acreage.

Very truly yours,

John Cayias President

JC:jc

xc:

Mr. David Sitzler

AFMSS

Adjud Arry
Engr 1997
Geol
Surf
Appvl OPJ 5/4/99

Approved: MAY 4 1999

Lands and Mineral Resources

LAST PRod 6-95

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