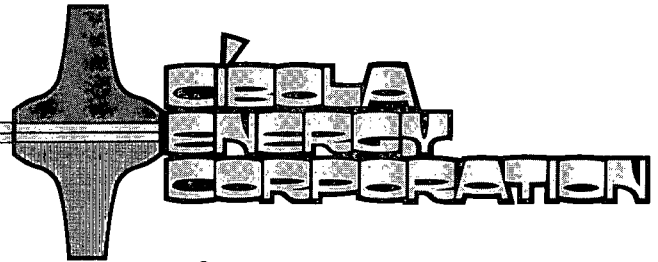


Post Office Box 1668 / Albuquerque, New Mexico 87103 / (505) 843-6762



Reference _____

October 14, 1982

*NSL 160 ✓
Wolfcamp thru
Ordovician
Rule 104 F
11-18-82*

Joe Ramey
New Mexico Oil Conservation
Commission
Santa Fe, New Mexico 89501

TO: Mr. Ramey

Cibola Energy Corporation hereby requests permission to drill a gas well on a nonstandard location in Section 12 of Township 9S Range 27E, Chaves County, New Mexico. The proposed location for the Aciete Negra #2 is 1650 ft. from the south line and 1200 ft. from the north East line of the section. The well will test all formations through and including the ordovician. The proration unit would be the E/2 of section 12.

The enclosed land plate shows the location in respect to surrounding acreage. Indicated in red is unit acreage for which Cibola Energy Corporation is operator.

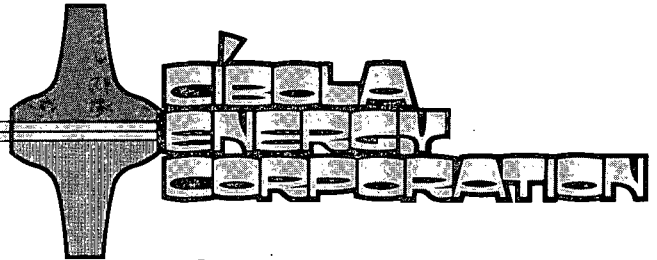
A seismic map on a near ordovician reflector is also enclosed. The structure, as mapped from seismic, is laterally small. The nonstandard location requested allows the well to be placed in the most advantageous location in respect to control points and to interpreted structure.

Sincerely,

Pamela S. Bacon
Geophysics

PB/kk

Post Office Box 1668 / Albuquerque, New Mexico 87103 / (505) 843-6762



October 27, 1982

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

Attention: R. L. Stamets

Dear Mr. Stamets:

Pursuant to your request dated October 15, 1982, we enclose three copies of a plat showing the ownership of all offsetting leases. The shaded area is the Agua Negra Unit area.

Under separate cover by certified mail, we have sent a letter of notification to Read & Stevens, Holly Energy and Pioneer Production Company.

Very truly yours,

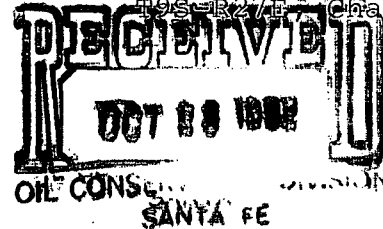
Thomas M. Kimball
Land Manager

TMK:dc

Enclosure: 3 plats

Reference

Application for Non-Standard
Location of the Aceite Negra;
1650' FSL & 1200' FEL, Sec. 12,
T9S-R27E-Chaves County, NM

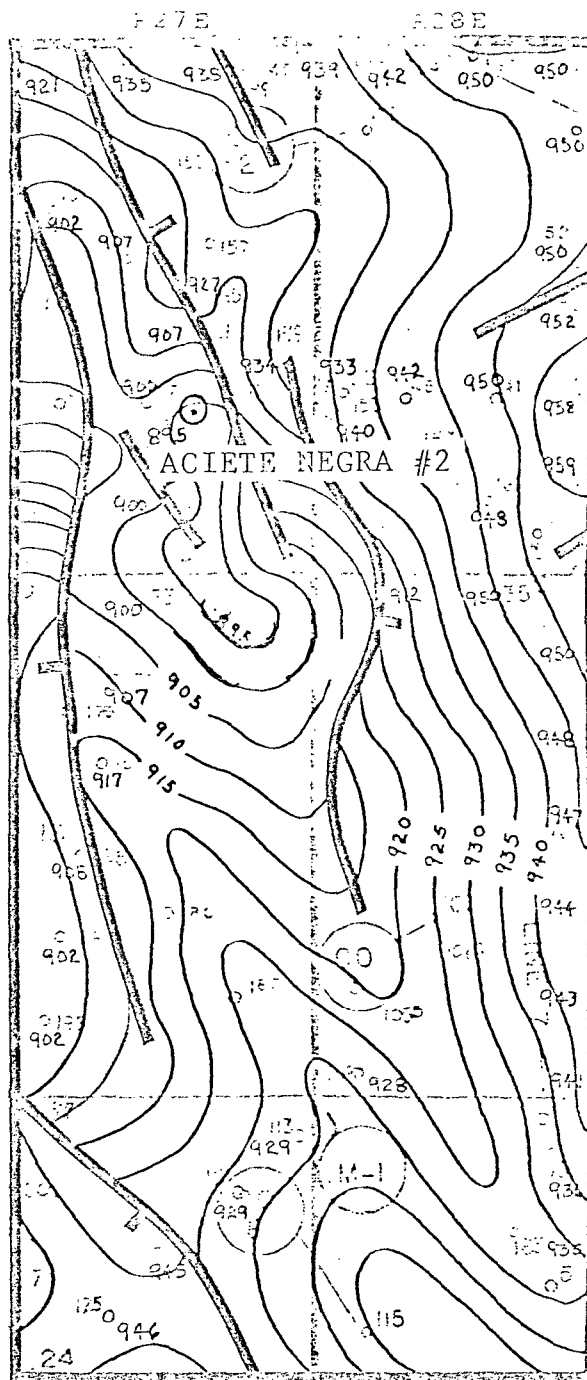


[illegible]

WORKING INTERESTS IN OPTIONAL TEST WELL

AGUA NEGRA UNIT

	<u>Before Payout Working Interest</u>	<u>After Payout Working Interest</u>
Cibola Energy Corporation P. O. Box 1668 Albuquerque, New Mexico 87103	.3208701	.4123222
Read & Stevens P. O. Box 1518 Roswell, New Mexico 88201	.3793985	.3793985
Holly Energy 2001 Bryan Tower Suite 2680 Dallas, Texas 75201	.0832793	.0832793
Minoco Southern 2029 Century Park East 2nd Floor Los Angeles, California 90067	.1298713	.0750000
Yates Exploration P. O. Box "O" Albuquerque, New Mexico 87103	.0432904	.0250000
Tularosa Oil Company P. O. Box "O" Albuquerque, New Mexico 87103	.0432904	.0250000



CIBOLA ENERGY CORP.

ALBUQUERQUE, NEW MEXICO

SEISMIC STRUCTURE
on the
NEAR ORDOVICIAN

Chaves Co., NM
T9S R27E

Pam Bacon
August 1982



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

BRUCE KING
GOVERNOR

LARRY KEHOE
SECRETARY

October 15, 1982

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2434

Cibola Energy Corporation
P.O. Box 1668
Albuquerque, NM 87103

Re: Application for Non-Standard
Location: Aciete Negra Well #2
Section 12, Township 9 South, Range
27 East, Chaves County, New Mexico

We may not process the subject application for non-standard location until the required information or plats checked below (is) (are) submitted.

- ☒ A plat must be submitted clearly showing the ownership of the offsetting leases. The ownership in the SW/4 of Section 6 to the NE and the S/2 of Section 1 to the North must be shown.
- ☒ A statement must be submitted that offset owners have been notified of the application by certified mail.
- ☐ A plat must be submitted fully identifying the topography necessitating the non-standard location.
- ☐ Other:

Very truly yours

R. L. STAMETS
Technical Support Chief

RLS/dr