



## OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO  
1000 RIO BRAZOS RD. - AZTEC

87410

April 9, 1975

I. R. TRUJILLO  
CHAIRMAN

LAND COMMISSIONER  
PHIL R. LUCERO  
MEMBER

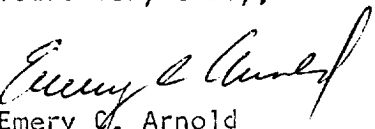
STATE GEOLOGIST  
A. L. PORTER, JR.  
SECRETARY - DIRECTOR

Mr. Robert E. Lauth  
Box 776  
960 East Second Avenue  
Durango, Colorado 81301

Dear Bob,

We have received copies of Federal Application For Permit to Drill for the Petroleum Energy, Inc. Navajo 1-5 #1 well located 1654' from the north line and 2035' from the west line of Sec 5- T 26N- R 19W. 160 acres is dedicated to the well which would be a standard gas unit for a wildcat well. Rules in this district require a gas well to be located at least 790' from the unit boundary so this would be a non-standard gas well location. If oil production is secured the spacing would be forty acres and the location as shown would be standard. This letter is written to apprise you of the above facts prior to starting the well in the event that you might desire to move the location.

Yours very truly,

  
Emery C. Arnold  
Supervisor, District III

ECA/m

c USGS, Farmington, N. M.