

New Mexico
OIL CONSERVATION COMMISSION
Aztec, New Mexico

July 3, 1958

*send one more
copy of NIT to Dept.*

**Forest Oil Corporation
1610 Denver Club Building
Denver, Colorado**

Att: Mr. C. D. Hanson, Production Superintendent

Dear Sir:

We have two copies of a Notice of Intention to Drill forward to this office by the U.S.G.S. Office in Farmington on your #31-1 Ute well located in the SW¹ Section 31-32N-15W, San Juan County.

We are enclosing a supply of Form C-128 "Well Location and Acreage Dedication Plat" and request that you submit two copies to this office, outlining on the face of the plat the acreage to be dedicated and answering the questions regarding land ownership. This plat should be signed by the operator's representative in the right-hand side of the page. It will not be necessary that the form C-128 submitted be signed by the surveyor, as your original surveyor's plat will suffice.

I would also like to point out that this well is located only 150 feet from the quarter-quarter section line. In the event oil production is encountered in this well it would be a non-standard location as an oil wildcat must be located at least 330 feet from the quarter-quarter section lines. Your location is satisfactory for gas production.. In the event oil production is secured it would be necessary that the matter be brought for hearing before the Commission before production could be approved and in the event of objections from offsets your position might become untenable. I am pointing out the above facts in order that you may be advised of the facts before the well is drilled. If you have any questions, please contact us.

Yours very truly

**Emery C. Arnold
Supervisor, Dist. #3**

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