



PEDCO

DRILLING OPERATIONS

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ENGINEERING OPERATIONS

9720-B Candelaria, N. E.
Albuquerque, New Mexico 87112

REPLY TO: Engineering Operations

January 20, 1975

Oil Conservation Commission
State of New Mexico
P. O. Box 2088
Santa Fe, New Mexico 87501

Attention: Mr. Carl Ulvog

Gentlemen:

Shortly after discussing with you our plans to restore the location, our partners indicated a desire to drill again, using air this time to circumvent the lost circulation problems. Our present plans are to re-drill this spring or early summer. If this meets with your approval, we would like to defer location clean-up until that time in order to hold down dirt work costs.

A new application will be submitted when our plans are finalized. I apologize for failing to contact you sooner.

Very truly yours,

Charles W. Sanders
Vice President Engineering

CWS:cm