

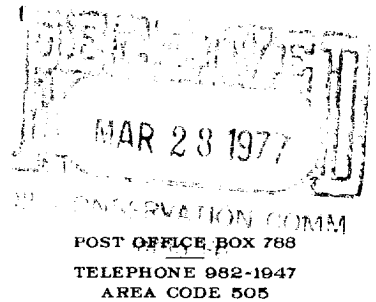
CATRON, CATRON & SAWTELL

ATTORNEYS AND COUNSELORS AT LAW

THE PLAZA

SANTA FE, NEW MEXICO 87501

THOMAS B. CATRON, 1840-1921
FLETCHER A. CATRON, 1890-1964
THOMAS B. CATRON, III
JOHN S. CATRON
WILLIAM A. SAWTELL JR.
FLETCHER R. CATRON



March 25, 1977

William Gruenerwald & Associates, Inc.
Post Office Box 330
Colorado Springs, Colorado 80901

Attention: Jack Zimmerman

Dear Jack:

Enclosed are copies of the applications for permits to drill which were submitted to the New Mexico Oil Conservation Commission on March 11, 1977. They were approved by Carl Ulvog this morning, but such approval is valid for only 90 days unless drilling is commenced on each well within that period of time.

Also enclosed is a copy of the material which I delivered to Mr. Nixon of the State Engineer's Office this morning. I anticipate that we will obtain approval of this application to appropriate underground waters on or about March 22, 1977.

Copies of the State Engineer's forms were given to Mr. Ulvog and I have delivered to him three copies of Form C-103, the Notice of Intention to Plug and Abandon, and Mr. Gruenerwald's Affidavit of Responsibility, Conversion to Water Well. Mr. Ulvog will approve the Form C-103 and will personally witness the plugging of the Gonzales-Pittman Well No. 1. He will bring a copy of the approved Form C-103 with him so that Bruce Drilling may have a copy of the approved form before they commence operations. I have advised him that he should plan to be available on Monday, March 28, since that is the date we anticipate we will be ready to plug the well.

Mr. Ulvog has informed me that he may require five-sack plugs instead of three-sack plugs at certain depths to assure that the gas will not get into any water zones. I assured him that this could be resolved at the time the well was plugged.

Bruce Drilling may confirm any of the above information by contacting Mr. Ulvog at the Oil Conservation Commission's Santa Fe office or by calling him at home (505/982-8985).

William Gruenerwald & Associates, Inc.

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March 25, 1977

I trust we now have this problem resolved and I hope the new wells which you drill in Mora County will be commercial successes.

Very truly yours,

William F. Carr

WFC:cas

Enclosures

✓ cc: Carl Ulvog
Senior Petroleum Geologist
New Mexico Oil Conservation Commission
Post Office Box 2088
Santa Fe, New Mexico 87501

William O'Connell & Associates, Inc.
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March 22, 1977

I trust we now have this problem resolved and I hope this will
which you will find in your library will be somewhat successful.

Very truly yours,

William O. O'Connell

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