

CORONADO EXPLORATION CORPORATION

1005 MARQUETTE N.W.
ALBUQUERQUE, NEW MEXICO 87102
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WHEN REPLYING

PLEASE REFER TO: _____

November 14, 1978

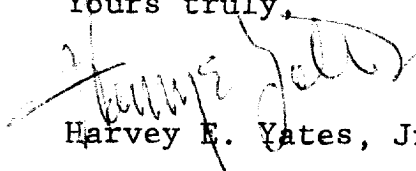
Mr. Carl Ulvog
Oil Conservation Commission
P.O. Box 2088
Santa Fe, NM 87501

Dear Mr. Ulvog:

I enclose herewith two applications to drill wells in Mora County, New Mexico, as well as a C-103 covering the plugging of Coronado Simms #2.

One of the two wells proposed is Mora Ranch #4 which is 50 feet offset to Mora Ranch #3 in which gas was encountered in the Niobrara. We believe that the gas was produced from fractures in the Niobrara at the 600-615 feet level and that when we ran pipe the cement filled the fractures. This time we wish to try to complete the Niobrara open hole to keep cement off the gas zone.

Yours truly,


Harvey E. Yates, Jr.

HEYJr:kb
encl.