

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178

January 24, 1983

Sovereign Oil Company 7490 Clubhouse Road, Suite 102 Boulder CO 80301

Re: Sovereign 32-6 #1, E-9-32N-6W

Dear Sirs:

The referenced well needs to have a new case docketed for the directional drilling, nonstandard location, and nonstandard proration unit (for the Pictured Cliffs), at the new location, therefore we are returning the Application for Permit to Drill for you to outline the directional drilling in the proposed casing and cement program.

The APD cannot be approved without a division order allowing the direction drilling at a specific location. The bond must show this exact location also.

If you have any questions please call this office.

Yours truly,

Jeff A. Edmister

Geologist II

JAE:qc

Enc.

cc: Operator file

₩ell file