

Foutz & Bursum Construction Company, Inc.

GENERAL CONTRACTORS

Box 307

FARMINGTON, NEW MEXICO

March 25, 1963

State of New Mexico
Oil Conservation Commission
1000 Rio Brazos Road
Aztec, New Mexico

Attention: Mr. Emery C. Arnold

Gentlemen:

On January 31, 1963, we forwarded to your office a tabulation of deviation test run on the Foutz-Bursum #1 Val well located in Unit I 27-28N-14W, Rio Arriba County.

The calculated maximum deviation from the survey was determined to be 585.3 feet. The question arose that, the location being only 330 feet from quarter-quarter section line on the west and the half-section line to the North, the bottom of the hole may not be on the 40 acre tract designated.

Due to the steep dip to the west and results from all directional surveys run in the area we are sure that the bottom hole deviation is to the east and possible a slight distance North. This being true, the hole is bottomed out on the designated 40 acre tract.

Also, we want to advise you that the well is a marginal producer and the adjoining acreage is all owned by us.

Trusting this information is sufficient and acceptable.

Yours sincerely,
Foutz & Bursum Construction Co., Inc.

by: *L. C. Lumpkins*
L. C. Lumpkins

