



UNITED STATES
DEPARTMENT OF THE INTERIOR

BUREAU OF INDIAN AFFAIRS
NAVAJO INDIAN IRRIGATION PROJECT
3539 East 30th Street
Northwest Energy Bldg., Room 103
Farmington, New Mexico 87401

October 18, 1979

Mr. Joe D. Ramey, Division Director
New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Dear Mr. Ramey:

Dugan Production Corporation, Farmington, has contacted our office regarding location of a gas well, KR # 10, Section 19, T. 27N., R11W., NMPM.

In order to reduce interference with the sprinkler irrigation systems of the Navajo Indian Irrigation Project we requested the well be at the following location and that no well or production equipment exceed two feet above ground surface elevation.

2000 'FSL - 1850' FEL

We understand this is at an unorthodox location which requires approval of your office. In order to minimize the long term interference with the Project irrigation systems we request that you approve this location.

Your cooperation will be appreciated.

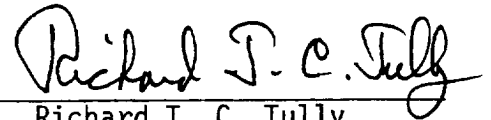
Sincerely yours,

Albert L. Keller
Project Manager

ALK:ef

CERTIFICATE OF MAILING

I certify that I mailed a copy of the Application for Unorthodox Location of the KR #10 Well to all operators of leases offsetting the dedicated acreage for the KR #10 Well by certified mail, and to the Supervisor of the District III Office of the New Mexico Oil Conservation Division, to the U.S. Geological Survey, and to the Project Manager of the Navajo Indian Irrigation Project on this 18th day of October, 1979.

A handwritten signature in cursive script, reading "Richard T. C. Tully". The signature is written in dark ink and is positioned above a horizontal line.

Richard T. C. Tully
Attorney for Applicant