WALTER DUNCAN
OIL PROPERTIES
POST OFFICE BOX 137
DURANGO, COLORADO
January 26, 1967

Mr. Dale Porter New Mexico Oil and Gas Commission Post Office Box 2088 Santa Fe, New Mexico

Dear Mr. Porter:

We are writing to request permission for a tubingless completion of the Walter Duncan North Hogback No. 2, located in the $NW_{4}^{1}SE_{4}^{1}$ of Section 1, Township 29 North, Range 17 West, San Juan County, New Mexico. This well was drilled to a total depth of 663' in the Dakota sandstone and $4\frac{1}{2}$ ' casing was set at 661'. The well is flowing approximately 60 BOPD and, in the opinion of our consulting engineer, Mr. Thomas A. Dugan, it was deemed advisable to not run tubing because of the fire hazard. We, of course, expect to run tubing in the future when the present rate of production has declined somewhat. We would request, therefore, that you grant us a one-year period in which to run tubing.

We also request permission for an unorthodox location for the Walter Duncan, North Hogback No. 6, located 1006' from the east line and 1909' from the south line of Section 1, Township 29 North, Range 17 West. This location is 314' from the nearest 40-acre boundary instead of the 330' as required. This location was necessary because of topographic considerations. The well is immediately adjacent to the San Juan River.

Your early consideration of these requests will be greatly appreciated.

Yours very truly,

WALTER DUNCAN

KEC:br

Kenneth E. Carter

cc:

Mr. Arnold NM O&GCC

Aztec, New Mexico

