

**SHAR-ALAN OIL COMPANY**

1402 DENVER U. S. NATIONAL CENTER

**DENVER 2, COLORADO**

September 28, 1965

New Mexico Oil & Gas Commission  
1000 Rio Brazos Road  
Aztec, New Mexico

Attention: Mr. Emery Arnold

RE: #1 Carson  
S/2 Section 10 - 31N - 5W  
Rio Arriba County, New Mexico

Gentlemen:

We have staked a location in the S/2 Section 10, Township 31 North Range 5 West, Rio Arriba County, New Mexico. The well staked is described in more detail on the attached location plat. You will note that the location is illegal because of the terrain in this area. I have discussed this matter with Mr. P. T. McGrath of the U. S. Geological Survey and the location as staked is agreeable with his office.

Before we get too involved in building the location, we would like to have your unofficial approval of this location. I am taking this method of informing you of our plans because the paper work involved in securing the Sub-Operating Agreement from El Paso Natural Gas Company will take some time before we can go through the normal procedure of getting a permit. We are anxious to get as much work done as soon as possible before the weather conditions become too severe.

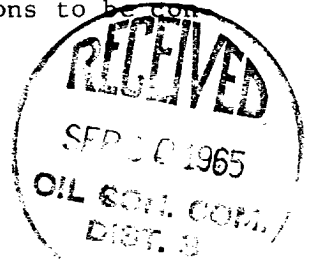
Your early reply regarding this matter of location will be appreciated and in the event there are any questions regarding this matter, do not hesitate to call us at 266-0636, collect.

We have also advised Mr. Floyd Ray of Rayco Drilling Company to do the work necessary on the Rosa Unit #49, located in Section 27 of Township 31 North, Range 4 West, in order to comply with the ruling of the New Mexico Oil and Gas Commission regarding this well during the operations to be conducted on the S/2 of Section 10.

Very truly yours,

SHAR-ALAN OIL COMPANY

H. F. Gumz  
Manager of Lands & Explorations



HFG/so  
Enclosure