

PALMER OIL & GAS COMPANY

P.O. BOX 2564  
BILLINGS, MONTANA 59103  
(406) 248-3151

May 19, 1977

Mr. A. R. Kendrick  
Oil Conservation Commission  
1000 Rio Brazos Road  
Aztec, New Mexico 87410

Dear Mr. Kendrick:

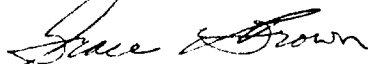
It is the purpose of this letter to request an extension on our Application to Drill the State No. 1 well, NE $\frac{1}{4}$ SE $\frac{1}{4}$  Sec. 2-31N-7W, San Juan County, New Mexico, which application expires June 6, 1977.

We are presently drilling our Yager No. 1 and will spud the Yager No. 2 well located in the SE $\frac{1}{4}$ NW $\frac{1}{4}$ NE $\frac{1}{4}$  Sec. 2-32N-6W by June 1st. We will not be able to get the State No. 1 well started before the expiration date of the application; therefore, would very much appreciate the extension.

Thank you.

Yours very truly,

PALMER OIL & GAS COMPANY



Grace E. Brown  
Assistant Secretary

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APPROVAL VALID  
FOR 90 DAYS UNLESS  
DRILLING COMMENCED,

EXPIRES 9-4-77

