

Box 1545
Hobbs, New Mexico
June 25, 1948

Mr. W. J. Peterman
510 Ohio Street
Portales, New Mexico

Dear Mr. Peterman:

We are enclosing approved copies of forms submitted to this office on your Taylor #3 Well in SESW Sec. 22, T. 2S, R. 30E, Roosevelt County. However, we are holding up approval of Notice of Intention to Drill your well #4 pending approval of bond by the Santa Fe Office and also a matter of correcting an unexplained location on your lease.

When I inspected this location on Tuesday, I found an uncased and unplugged hole in the vicinity of the reported location of your Taylor #1, which contained fluid approximately 200 ft. from surface. This hole was located about 150 ft. east of the apparent location of your Taylor #3.

It will be necessary for this hole to be properly plugged before any additional operations on this lease are approved, and we will be obligated to shut down any operations we find in progress on this lease if such are started prior to clearing up of this situation.

Yours very truly,

H. N. Sweeney, Engineer

HNS:cg
cc: Mr. R. R. f
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