



April 20, 1959

Air-Mail

Sierra Petroleum Co., Inc.
208 Petroleum Bldg.,
Wichita, Kansas

Attention: Mr. Karl E. Becker

Gentlemen:

This is written with reference to the intention to drill your No. 1 State "B" well in Section 15, Township 35 South, Range 41 West, Baca County, Colorado.

As you probably know, this location falls within the spaced area in the Greenwood gas field as ordered by this Commission's Order No. 34-2.

The order provides that along the border of Colorado in the fractional sections, certain units are established for the production of gas from the Topeka-Lansing formation. The location for which you are asking falls in a unit made up of approximately 660 acres. This unit comprises the S/2 of Section 10, all of Section 15, and the E/2 E/2 of Section 16, Township 35 South, Range 41 West. The order provides further that the permitted well be drilled not less than 1320 feet from the boundaries of the drilling and spacing unit upon which it is located.

Your location being only 600 feet from the unit line cannot be approved, without notice and hearing, for the production of gas from the Topeka-Lansing.

You have indicated the Keyes as your objective. Production from this zone could be allowed at the requested location, but in the event you had gas production in the Topeka-Lansing it could not be allowed unless the order was changed.

Enclosed is a copy of Order No. 34-2. We will hold this intention until we hear from you.

Very truly yours,

OIL AND GAS CONSERVATION COMMISSION