



# CZAR RESOURCES, INC.

1625 BROADWAY, SUITE 1310, DENVER, COLORADO 80202, (303) 623-6763

RECEIVED

NOV -3 1981

November 2, 1981

Colorado Oil & Gas Conservation Commission  
1313 Sherman Street - Room 721  
Denver, Colorado 80203

RE: CZAR Elkins #26-1  
Section 26-T6N-R86W  
Routt County, Colorado

Gentlemen:

Attached please find our APD, surveyor's plat and our check for the filing fee on the captioned well.

As stated on the APD, the lease where our well will bottom is zoned mountain residential, and CZAR can't drill on the surface. For this reason, the surface location has been moved just east of the Elkins lease on surface that is owned by a Mr. James B. Thompson. Agreements between CZAR and Mr. Thompson pertaining to surface damages and surface leasing have already been signed. — *Need copy*

This well will be directionally drilled not only because of the surface access problems, but also because it will increase the chances of intersecting more fractures in the objective formation, and this will increase the probability of encountering production.

Should additional information be required, please contact me at this office.

Yours truly,

CZAR RESOURCES, INC.

*CW Claxton*

C. W. Claxton  
Division Engineer

CWC/tlm  
enc.

*Called 11/4/81 for copy of  
Signed surface  
agreement*

DVR	
FJP	
HRM	✓
JAM	✓
JJD	✓
RLS	
CGM	