

APPLICATION FOR ADMINISTRATIVE APPROVAL
OF UNORTHODOX LOCATION

Applicant: Lively Exploration Co.
1010 First City National Bank Bldg.
Houston, TX 77002

Name of Well: Lively #20E

Land Dedicated to Well: Township 26 North, Range 8 West, NMPM
Section 12: E/2

Containing 320 acres more or less

Proposed Unorthodox Location: Township 26 North, Range 8 West, NMPM
Section 12: 510' FNL - 1850' FEL
Unit Letter B
San Juan County, New Mexico

Reason for Unorthodox Location: Topographical conditions identified
by the Bureau of Land Management.
Standard location would place well
on tip of ridge.

Offsetting Leases and Operators: See Exhibit "A" hereto and incorporated
herein by reference.

Existent Topographical Conditions: See Exhibit "B" hereto and incorporated
herein by reference.

New Mexico Oil Conservation Division
Rule Authorizing Application: Rule 104-F

By: *Sherman E. Dugan*
Sherman E. Dugan
Agent for Applicant



Waiver:

El Paso Natural Gas Co. hereby acknowledges receipt of the Application
for Administrative Approval of Unorthodox Location filed by Lively Exploration
Company herein and hereby waives objection to Lively Exploration Company's
Application for Administrative Approval of Unorthodox Location for their
Lively #20E Well as proposed herein.

By: *John A. Allen*

Date: *June 9, 1980*