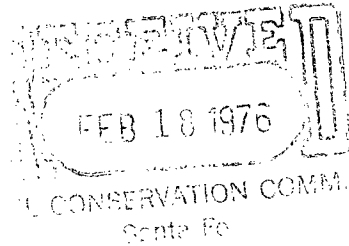


CHACE OIL COMPANY, INC.

313 Washington S.E.
Albuquerque, New Mexico 87108
(505) 266-5562



February 17, 1976

Mr. Joe D. Ramey, Director
New Mexico Oil & Gas Commission
P.O. Box 2088
Santa Fe, New Mexico

NSL - 758
104 F
Due Mar 9

Dear Sir:

We would like to request permission for a non-standard location for a shallow gas well in the N.E. $\frac{1}{4}$ of section 13, T22N-R7W, Sandoval County, Texas.

This request is made due to the topography of the area. A standard location would have been on the side of a cliff, and to move further east would have dropped the location into some very badlands, necessitating many miles of road building. Also along the top of the cliff was what the archaeologist called litho-graphic scatterings, and requested that we move west some 50 feet.

The well as staked lies 1650' from the north line and 1955' from the east line, or 145' west of a standard location. This does not effect any offset operator as the nearest quarter section line is a Chace lease. This lease was acquired as a farm-out from Gulf Oil.

Enclosed are location, topography and lease plats showing the details of this request.

Gulf Oil Company owns the S.E. $\frac{1}{4}$ of Section 13, T22N-R7W but this location is 800' from this quarter section line.

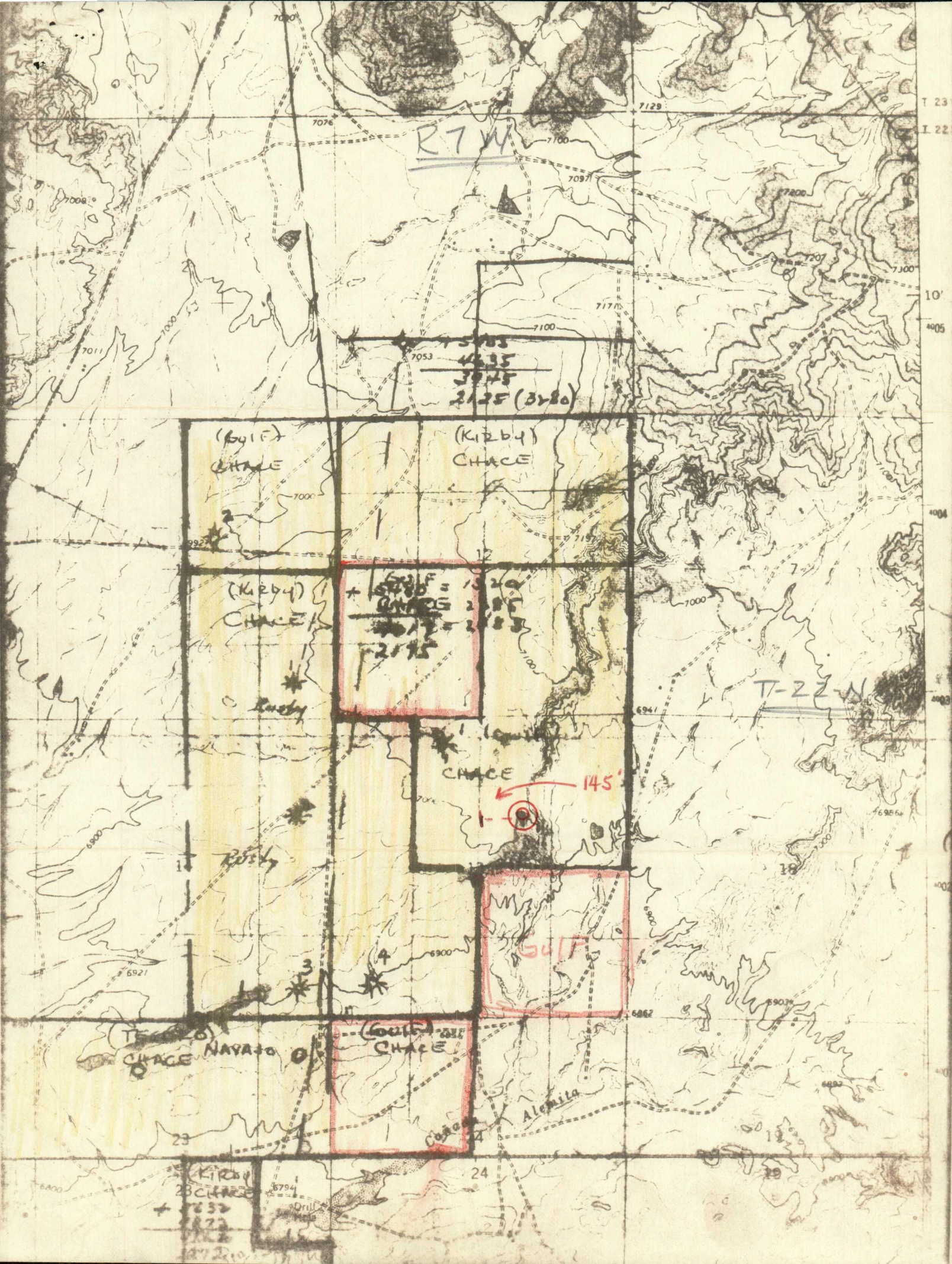
Please advise us if you need any additional data.

Sincerely,

Royce McCary
Royce McCary

cc: Mr. A.R. Kendricks
Oil & Gas Commission
1000 Rio Brazos Rd.
Aztec, New Mexico, 87410

cc: Mr. J.L. Hutchison
Gulf Oil Corporation
P.O. Box 1150
Midland, Texas, 79701



**NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT**

Form C-102
Supersedes C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

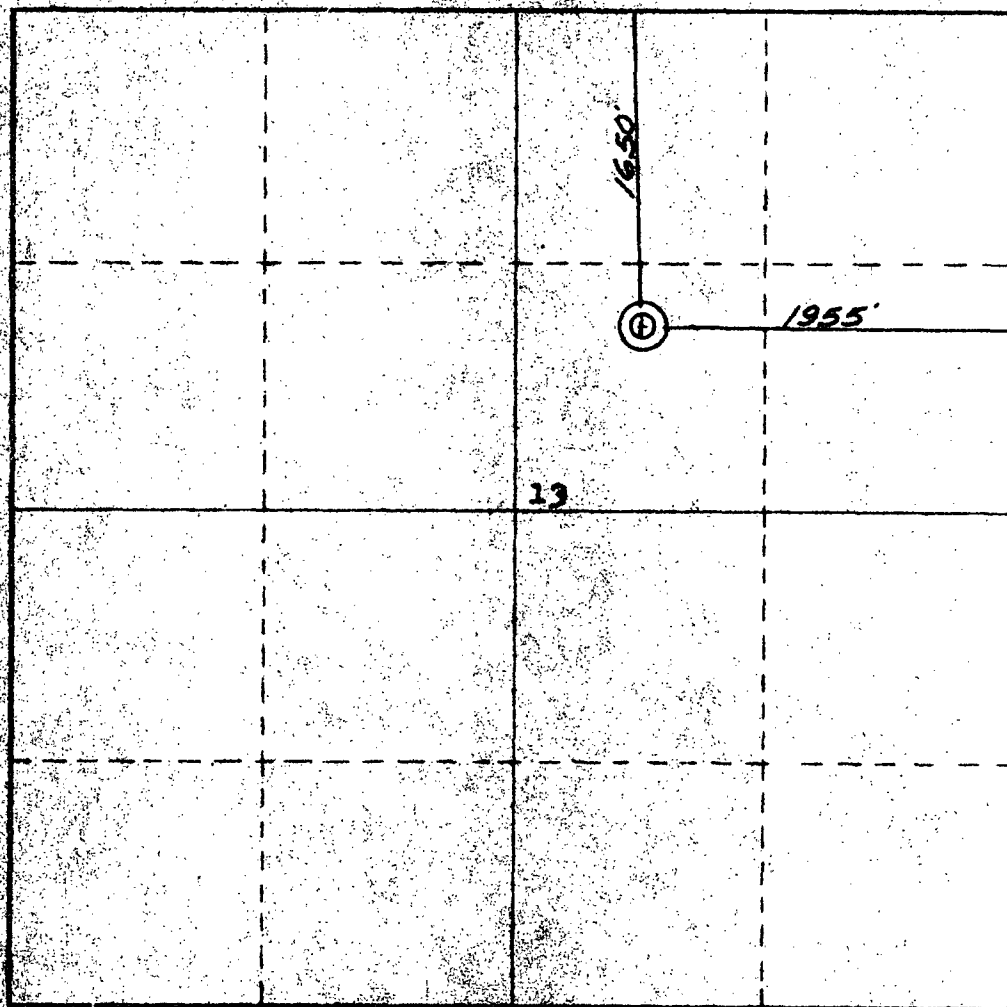
| | | | | | |
|--|----------------------|-----------------------------|------------------------------|---------------------------------|----------------------|
| Operator CHAGE OIL COMPANY | | | Lease GULF FEDERAL | | Well No. 3 |
| Unit Letter G | Section 13 | Township 22 NORTH | Range 7 WEST | County SANDEVAL | |
| Actual Portage Location of Well: 1650 feet from the NORTH line and 1955 feet from the EAST line | | | | | |
| Ground Level Elev. 7020 | Producing Formation | | Pool | Dedicated Acreage: Acres | |

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

☐ Yes ☐ No If answer is "yes" type of consolidation _____

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Name _____

Position _____

Company _____

Date _____

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed _____

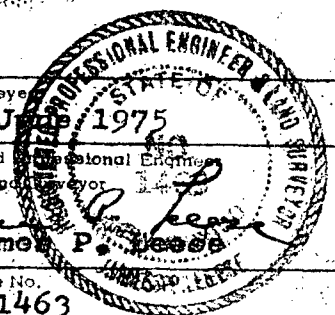
7 June 1975

Registered Professional Engineer and/or Land Surveyor

James P. [Signature]
James P. [Name]

Certificate No.

1463



OIL CONSERVATION COMMISSION
Alfred DISTRICT

OIL CONSERVATION COMMISSION
BOX 2088
SANTA FE, NEW MEXICO

DATE FEB 26, 1976

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL ✓ _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

J. E. KAPTEINA

Gentlemen:

I have examined the application dated 2-17-76
for the Chace Oil Co. Gulf Federal #3 G-13-22N-7W
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approve

Yours very truly,

AR Kendrick

