

March 9, 1984

## SLAYTON OIL CORPORATION

N.W. CHA-CHA UNIT #32-18  
2200 FNL, 2200 FEL  
Section 18-T29N-R14W  
San Juan County, N. Mex.

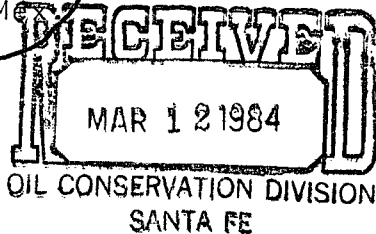
NSL-1801

Rule 104 FI

RELEASE MARCH 31, 1984

Oil Conservation Division  
Attn: Gilbert Quintana  
P.O. Box 2088  
Santa Fe, N. Mex. 87501

INDIAN PROPERTY



Dear Sir:

The location above is unorthodox according to the Cha-Cha Gallup field rules. The proposed location was selected to comply with B.I.A. requirements to preserve riparian vegetation and to stay south of the current channel of the San Juan River. No "more Standard" location is available due to riparian vegetation and the position of the San Juan River. We are requesting an exception to the Cha-Cha Gallup field rules be granted on the basis of the topography present within the drilling unit dedicated to this well.

Yours truly,

Denny G. Foust  
Agent

DGF/jps

Plot showing the topography obstruction  
will not be required because Ernie  
Bush from our Aztec office verified  
the topographical obstruction to  
a standard location. JSPQ

OK SB