



McClellan Oil Corporation

June 1, 1989

Rev. 6/5/89

Mr. William LeMay
Director
New Mexico Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87503

Re: Leeman Fed. No. 5
1525' FSL & 1915' FWL
Sec. 1-T9S-R25E
Chaves County, N.M.

Dear Mr. LeMay,

McClellan Oil Corporation requests administrative approval for a non standard Pecos Slope Abo gas well location as provided for under NMOCD Rule 104F. This lease is on Federal surface and minerals.

The enclosed map shows the topography problem, the drainage problem and the surface equipment problems. The well was originally proposed to be located on a standard location at 660' FSL & 1980' FWL in Sec. 1. However, a deep canyon and steep walls prohibited construction of a location. Also, BLM Resource Management Staff would not approve of the original location. The well was moved to 1650' FSL and 1980' FWL but was located on a fence line dividing two pastures. The BLM requested we move the location to 1525' FSL & 1915' FWL to avoid the fence line.

The well was permitted by the BLM and was approved by the BLM's range management. The enclosed lease map shows that the well does not affect offset operators. We have notified the offset operators by certified mail of our request for a non-standard location.

We appreciate your approval for a non-standard location. Should you need more information please contact me.

Sincerely yours,

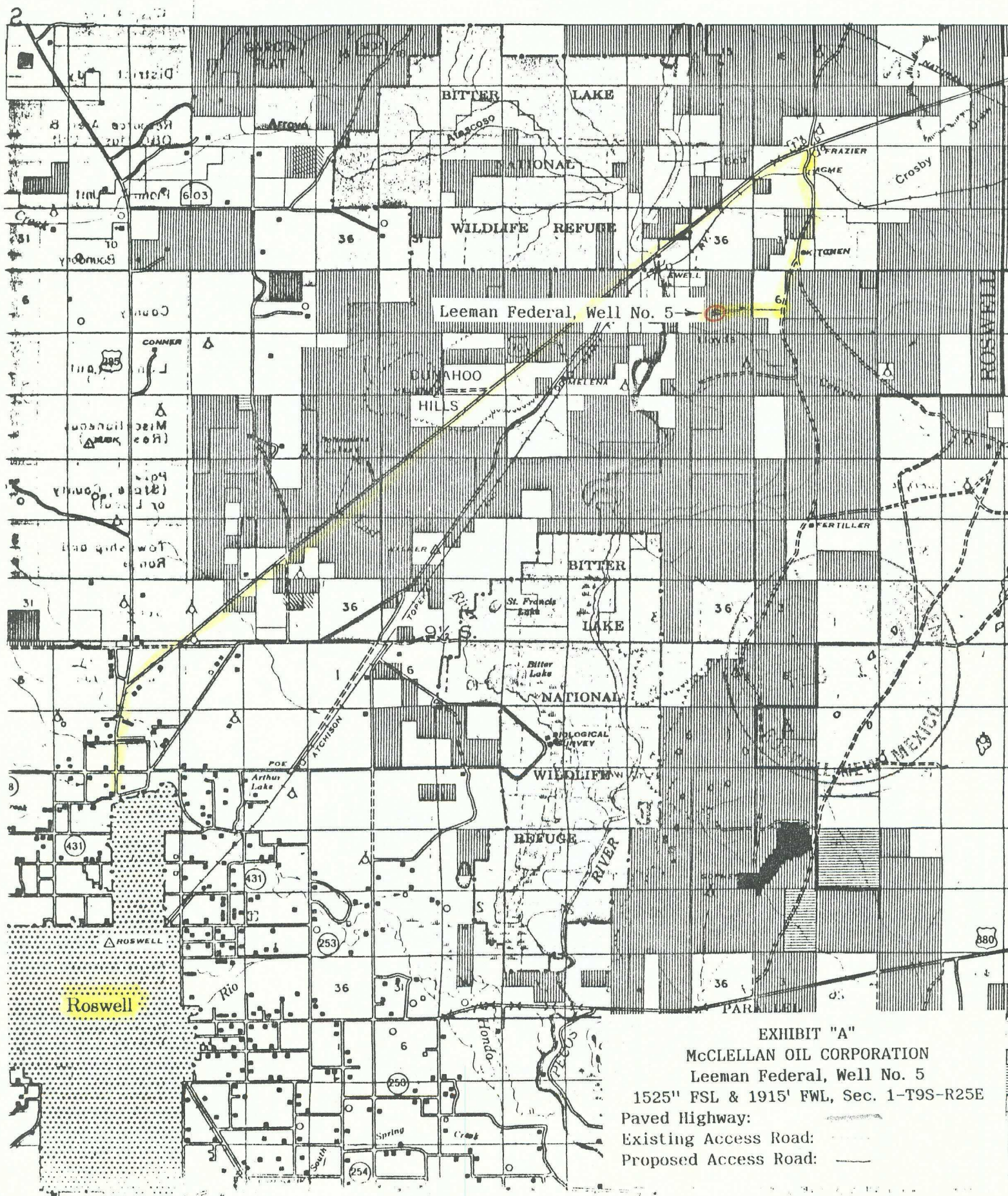
Paul Ragsdale
Operations Manager

NEW MEXICO

R. 24 E. SE-8

R. 25 E.

R. 26 E.





McClellan Oil Corporation

May 1, 1989

RECEIVED

MAY 25 1989

OIL CONSERVATION DIV.
SANTA FE

Sanders Oil & Gas Company
14679 Midway Rd. Suite 101
Dallas, TX 75234

Re: Non-Standard Location
MM Federal Com. No. 10
330' FNL & 330' FEL
Sec. 35-T9S-R25E
Chaves County, New Mexico

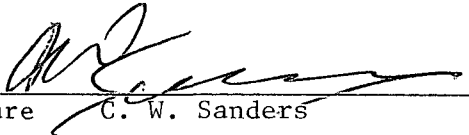
Gentlemen:

Please sign and return one (1) copy to McClellan Oil Corporation, P.O. Drawer 730, Roswell, New Mexico 88202, to the attention of Mark McClellan, and one (1) copy to Mr. William J. LeMay, Secretary-Director, New Mexico Oil Conservation, P. O. Box 2088, Santa Fe, New Mexico 87501, if you have no objections to the proposed non-standard location captioned above. A xerox copy of a letter to Mr. William J. LeMay, Secretary-Director of the New Mexico Oil Conservation is attached to tell you of our intentions.

W A I V E R

As an offset operator, Sanders Oil & Gas Company, has no objection to the non-standard location for the well listed above.

Signature


C. W. Sanders

Owner

Title

May 22, 1989

Date