P. O. BOX 871

SANTA FE, NEW MEXICO

nst

November 26, 1956

Astec Oil & Cas Company 920 Mercantile Securities Building Dallas 1, Texas

Administrative Order NSL-75

Attention: Mr. Quilman B. Davis

Gentlemen:

Reference is made to your application for approval of an unorthodox well location for your Aztec-Koch State Well No. 1 to be located 1980 feet from the North line and 2440 feet from the East line and in the SW/4 NE/4 of Section 36, Township 29 North, Range 9 West Blanco Mesaverde Gas Pool, San Juan County, New Mexico.

It is our understanding that this unorthodox well location is based upon extreme topographic conditions in the NE/4 of said section.

Inasmuch as you furnished waivers from the offset operators, it is possible for immediate approval to be granted. Therefore, by authority granted me under provisions of Section 1 (c) of the Special Rules and Regulations of the Blanco Mesaverde Gas Pool, as set forth in Order R-110 as amended by Order R-397, you are hereby granted an exception to Section 1 (c) of Order R-110 as amended for the above described unorthodox well location.

Very truly yours.

A. L. PORTER, JE. Secretary-Director

www.nc cc: OCC, Astec NNS2LO (Mrs. Rhea)