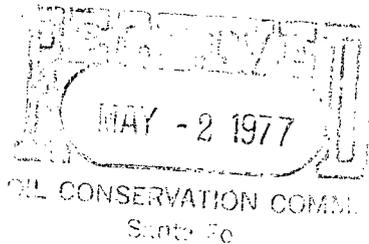


MAIL ADDRESS:
P. O. BOX 2188
GRAND JUNCTION, COLORADO
81501

WILLIAM G. WALDECK
ATTORNEY AT LAW
SUITE 900
VALLEY FEDERAL PLAZA
GRAND JUNCTION, COLORADO



TELEPHONE
242-4614
AREA CODE 303

April 27, 1977

New Mexico Oil Conservation Commission
Post Office Box 2088
Santa Fe, New Mexico 87501

NSL-844
Operators are offsetting entire
production unit - no waiting

Re: Application For Administrative
Approval Of Unorthodox Location
For Navajo AA No. 26 Well

Gentlemen: *700' FNL & 2480' FEL 18-32N-17W*

James P. Woosley and the undersigned, William G. Waldeck (referred to hereinafter as the "Applicants") are the owners of all of the operating and working rights in and under that certain Oil and Gas Lease described as Navajo Tribal Oil and Gas Lease Contract No. 14-20-603-585 effective June 15, 1954, covering the following described lands located in San Juan County, New Mexico:

Township 32 North, Range 17 West:

Section 7:	Fractional
Section 8:	Fractional
Section 17:	All
Section 18:	All
Section 19:	All
Section 20:	All

The north Many Rocks field is situated on the above lease and is operated under the name and style of "Woosley Oil Company."

Efforts have been made by Applicants and their predecessors in interest to water flood the Many Rocks field but such efforts have proved unsuccessful. For this reason, resort has, of necessity, been had to drilling additional inside wells in order to increase the recovery of oil from the reservoir.

Pursuant to Rule 104D of the Rules and Regulations of the Oil Conservation Commission of the State of New Mexico, Applicants respectfully request approval of an unorthodox location for the drilling of a well to be numbered "Navajo AA No. 26." Attached

April 27, 1977

to this Application and made a part thereof is a plat showing the location of the proposed well, a sketch of the terrain in the area of the well and also showing the nearest producer. The reason necessitating the requested unorthodox location is that the topography and terrain is such that it would be economically impractical to drill the subject well at an orthodox location. The well is to be located on a flat bench which lies between a wash the bottom of which is to the south of the said bench and by steep cliffs and rocky cliffs to the north. To the east of the proposed location, the flat bench narrows so that a location could not be feasibly made thereon. On occasions, freshets run through the wash bottom making it impractical to have a location situated in the wash.

Due to the conditions of terrain and topography mentioned above, the Applicant respectfully request that administrative approval of the unorthodox location requested herein be granted. This Application is made in triplicate in accordance with the applicable rules.

Yours very truly,



William G. Waldeck

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.

MAY - 2 1977

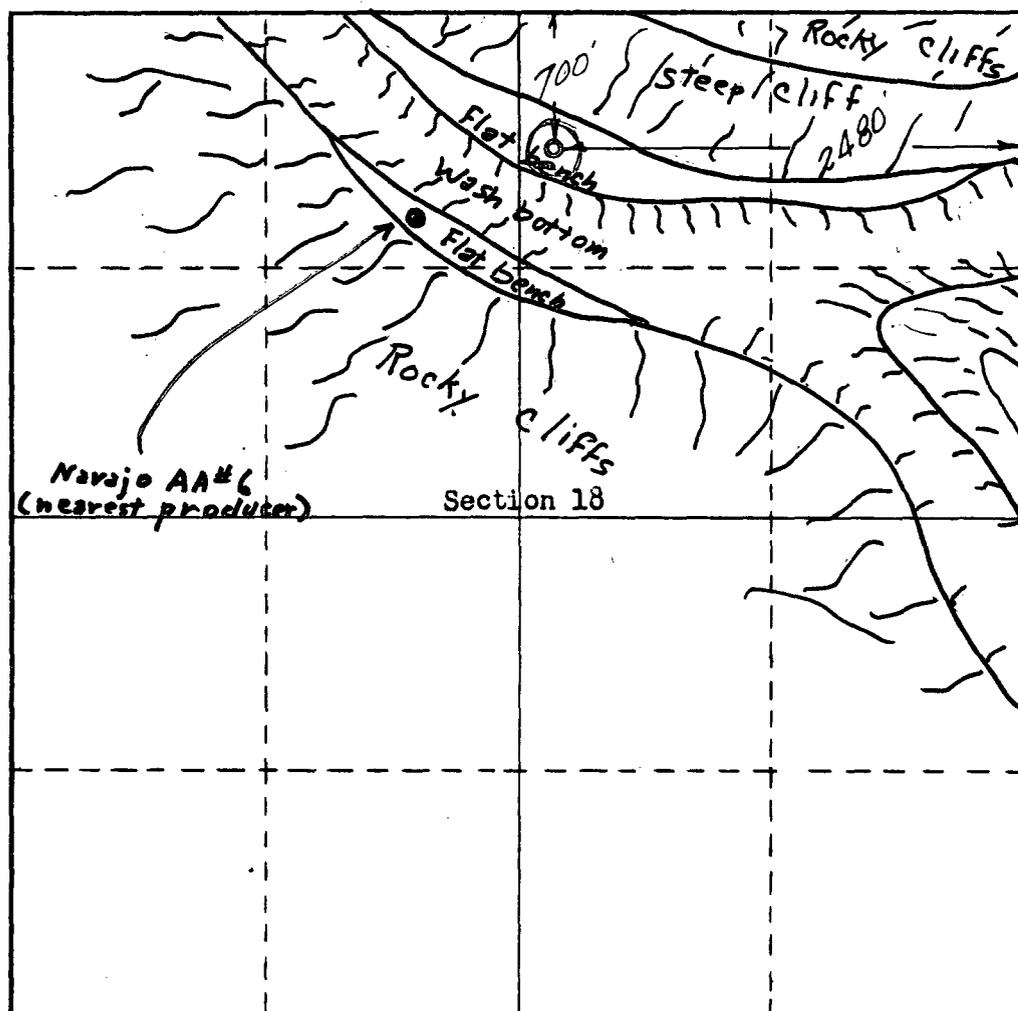
Operator Woosley Oil Company		Lease Navajo "AA"		Well No. CONSERVATION COMM. 26	
Unit Letter B	Section 18	Township 32 North	Range 17 West	County Santa Fe San Juan	
Actual Footage Location of Well: 700 feet from the North line and 2480 feet from the East line					
Ground Level Elev: 5323	Producing Formation Lower Gallup	Pool North Many Rocks		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

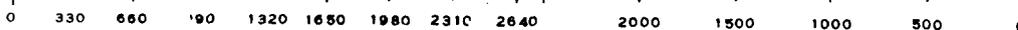
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Name
Position
Company
Date

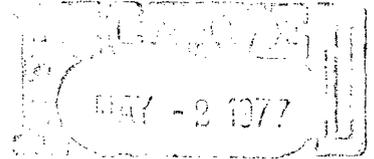
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed March 28, 1977	
Registered Professional Engineer and Land Surveyor	

Certificate No. **3084**



OIL CONSERVATION COMMISSION
Coyote DISTRICT



OIL CONSERVATION COMM.
SANTA FE

OIL CONSERVATION COMMISSION
BOX 2088
SANTA FE, NEW MEXICO

DATE 4-29-77

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

Gentlemen:

I have examined the application dated 4-27-77
for the James P. Wesley Navajo AA # 26 C-18-32N-17W
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approve

Yours very truly,

AR Kendrick