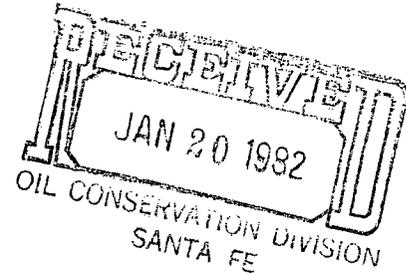


NSL - 1477
Rule 3 R1670
2-9-82



Southland Royalty Company

January 19, 1982



Mr. Joe D. Ramey
New Mexico Department of Energy and Minerals
Oil and Gas Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Dear Mr. Ramey:

Southland Royalty Company hereby requests approval of an unorthodox well location for the Hagood #5-E. The proposed location is 685' FNL & 430' FEL of Section 29, T29N, R13W, San Juan County, New Mexico.

The unorthodox site is due to topography. The well is located on an existing Gallup location at the base of the Farmington bluffs. A standard location on top of the bluffs would be less acceptable because it would have to be built in solid sandstone and it would be close to a electrical transmission line.

A copy of this application is being submitted to all offset operators by certified mail with a request that they furnish your Santa Fe Office with a waiver of objection.

Pursuant to authority of Rule 104-F, we respectfully request your approval of an exemption to the standard well location requirement.

Sincerely,

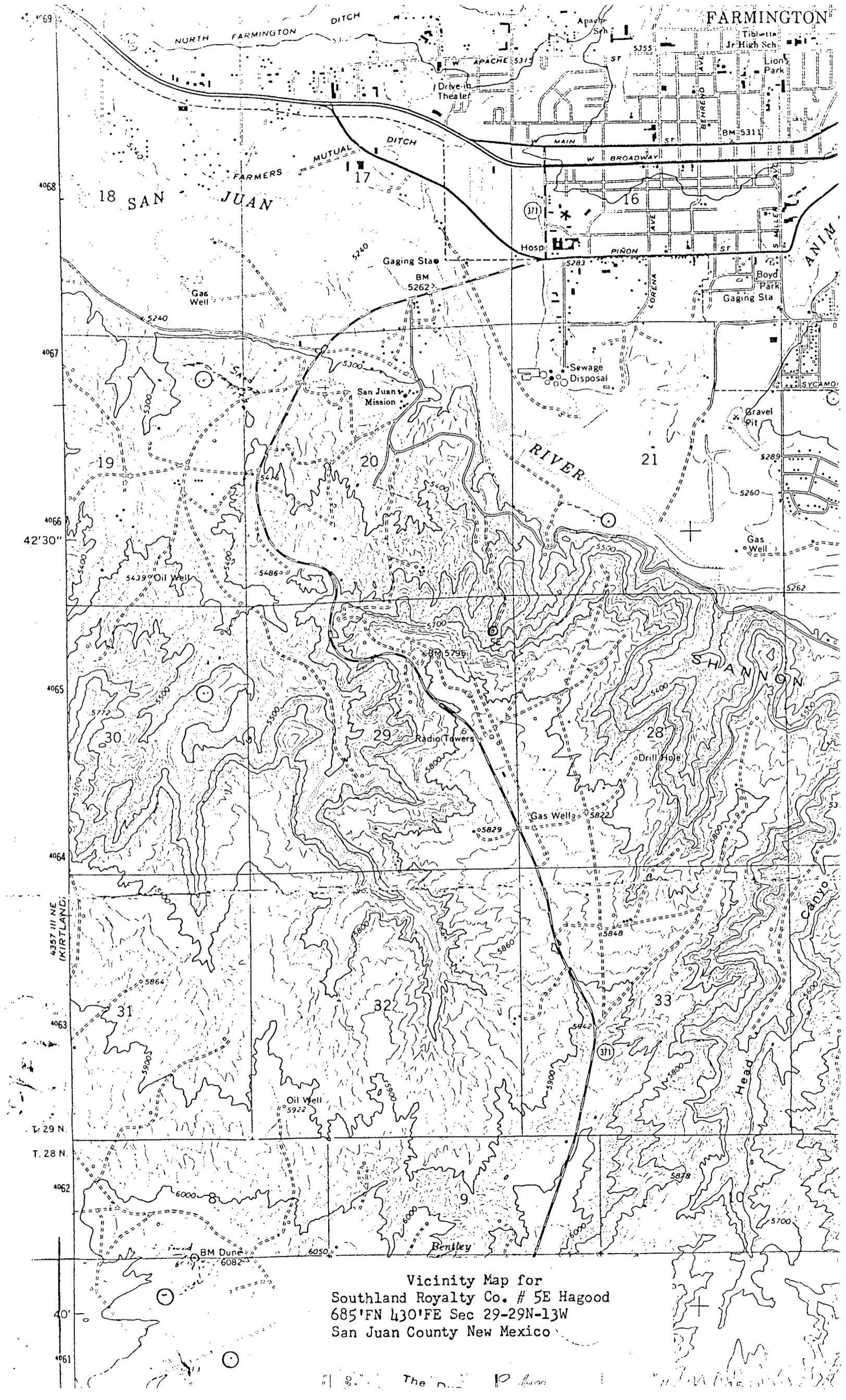
SOUTHLAND ROYALTY COMPANY

R. E. Fielder
District Engineer

REF/eg

Enclosures

XC: Frank Chavez-NMOCC-Aztec, NM



Vicinity Map for
 Southland Royalty Co. # 5E Hagood
 685'FN 430'FE Sec 29-29N-13W
 San Juan County New Mexico

NSL - 1477
Rule 3 R1670
2-9-82



Southland Royalty Company

January 19, 1982



Mr. Joe D. Ramey
New Mexico Department of Energy and Minerals
Oil and Gas Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Dear Mr. Ramey:

Southland Royalty Company hereby requests approval of an unorthodox well location for the Hagood #5-E. The proposed location is 685' FNL & 430' FEL of Section 29, T29N, R13W, San Juan County, New Mexico.

The unorthodox site is due to topography. The well is located on an existing Gallup location at the base of the Farmington bluffs. A standard location on top of the bluffs would be less acceptable because it would have to be built in solid sandstone and it would be close to a electrical transmission line.

A copy of this application is being submitted to all offset operators by certified mail with a request that they furnish your Santa Fe Office with a waiver of objection.

Pursuant to authority of Rule 104-F, we respectfully request your approval of an exemption to the standard well location requirement.

Sincerely,

SOUTHLAND ROYALTY COMPANY

R. E. Fielder
R. E. Fielder
District Engineer

REF/eg

Enclosures

XC: Frank Chavez-NMOCC-Aztec, NM

OIL CONSERVATION DIVISION

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

P. O. BOX 2088

SANTA FE, NEW MEXICO

Form C-102
Revised 10-1-78

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

Operator Southland Royalty Company		Lease Hagood		JAN 20 1982		Well No. 5E	
Unit Letter A	Section 29	Township 29N	Range 13W	OIL CONSERVATION DIVISION SANTA FE			

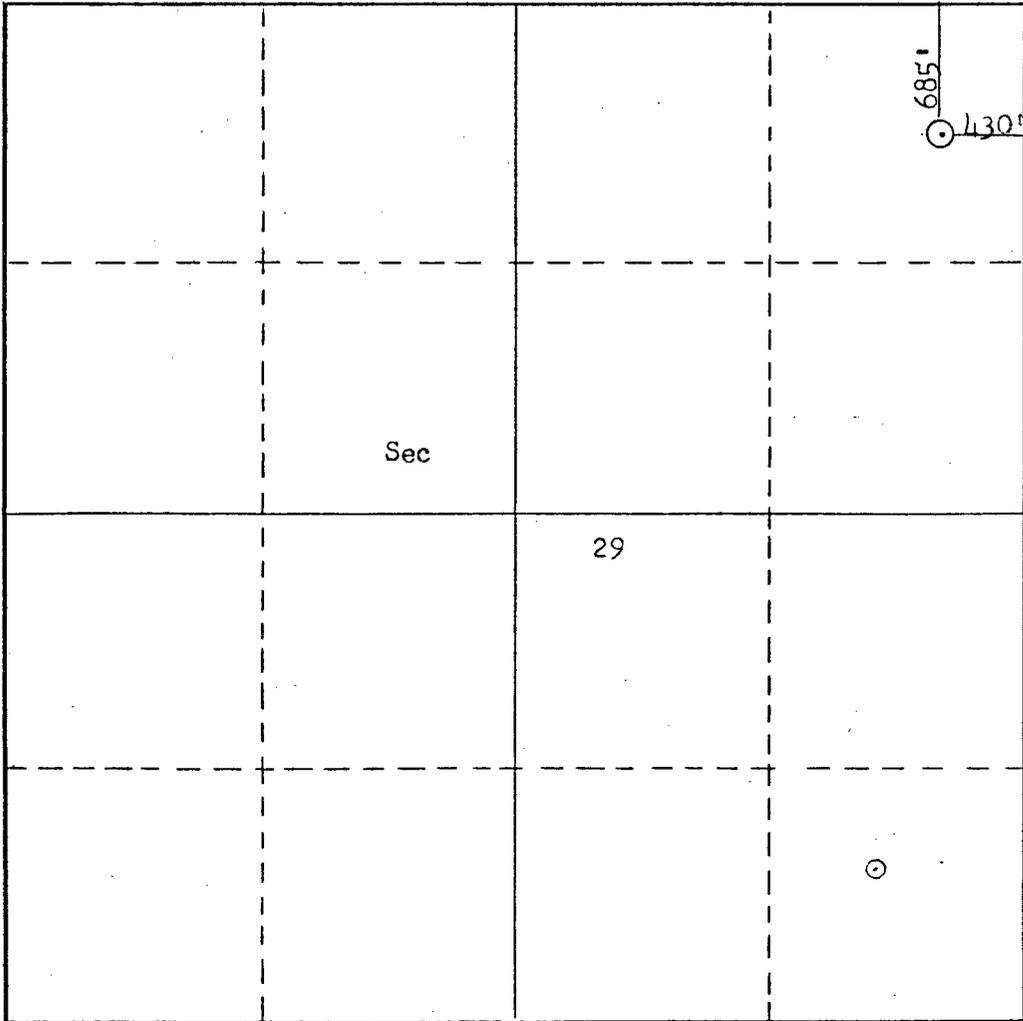
Actual Footage Location of Well:
685 feet from the **North** line and **430** feet from the **East** line
 Ground Level Elev. **5545** Producing Formation **Dakota** Pool **Basin** Dedicated Acreage: _____ Acres

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.



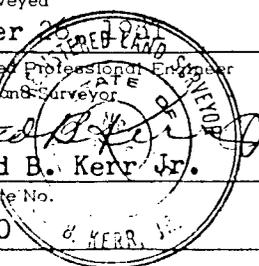
CERTIFICATION

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

Name
R. E. Fielder
 Position
District Engineer
 Company
Southland Royalty 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
December 20, 1982
 Registered Professional Engineer and/or Land Surveyor
Fred B. Kerr Jr.
Fred B. Kerr Jr.
 Certificate No.
3950





STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

OIL CONSERVATION DIVISION
BOX 2088
SANTA FE, NEW MEXICO 87501

DATE 1-29-82

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

1477

Gentlemen:

I have examined the application dated 1-20-82

for the Southland Royalty Co. Hagood #5E A-29-29N-13W
Operator Lease and Well No. Unit, S-T-R

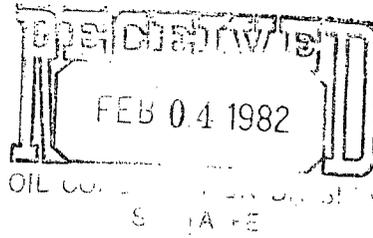
and my recommendations are as follows:

RECEIVED
FEB 02 1982
OIL CONSERVATION DIVISION
SANTA FE

Yours truly,

Jeff A. Edmister

Southland Royalty Company
Page 2
January 19, 1982



W A I V E R

AMOCO PRODUCTION COMPANY hereby waives objection to Southland Royalty Company's application for unorthodox location for their Hagood #5-E as proposed.

Feb 1, 1982
Date

Wilson O. Perie
Signed