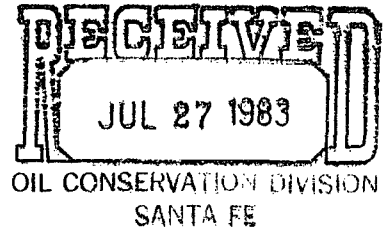


ROBERT L. BAYLESS

PETROLEUM PLAZA BUILDING
P. O. BOX 1541
FARMINGTON, NEW MEXICO 87499
(505) 326-2659



July 25, 1983

State of New Mexico
Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87501

Attn: Mr. Dick Staments

RE: John S. Dashko #1
2510' FSL & 790' FEL
Section 11, T24N, R7W

Gallup Oil

Gentlemen:

We request approval for an unorthodox Gallup location for the above referenced well. This well was originally drilled as a Dakota location and we propose to recomplete it in the Gallup formation. The well received approval as an unorthodox Dakota location on November 17, 1980 by Order No. R-6521.

We feel an orthodox recompletion in the Gallup formation is the most economical method to test Gallup potential in this area. Enclosed is a plat showing the well location and offset lease ownership. Also enclosed is a topographic map showing color coded lease ownership.

If any problems arise with this request please advise.

Sincerely yours,

Kevin H. McCord

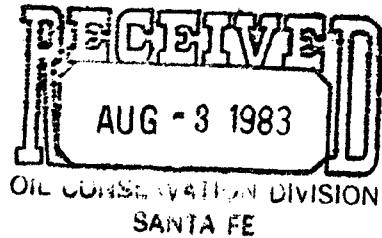
Kevin H. McCord
Petroleum Engineer

KHM/lb

Enclosures

ROBERT L. BAYLESS

PETROLEUM PLAZA BUILDING
P. O. BOX 1541
FARMINGTON, NEW MEXICO 87499
(505) 326-2659



August 1, 1983

State of New Mexico
Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87501

Attn: Mr. Dick Staments

RE: John S. Dashko #1
2510' FSL & 790' FEL
Section 11, T24N, R7W

Gentlemen:

As per my conversation with Jeff Edmister of your Aztec Office today, enclosed is a copy of the Certified letter sent to T.H. McElvain Office requesting approval of a Gallup unorthodox location for the above referenced well.

If anything further is required please advise.

Sincerely yours,

A handwritten signature in cursive script, appearing to read "Kevin H. McCord".

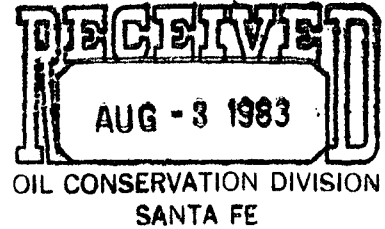
Kevin H. McCord
Petroleum Engineer

KHM/lb

Enclosure

ROBERT L. BAYLESS

PETROLEUM PLAZA BUILDING
P. O. BOX 1541
FARMINGTON, NEW MEXICO 87499
(505) 326-2659



July 22, 1983

T.H. McElvain Oil & Gas
Properties
P.O. Box 2148
Santa Fe, NM 87501

RE: John S. Dashko #1
2510' FSL & 790' FEL
Sec. 11, T24N, R7W
Rio Arriba Co., NM

Gentlemen:

The enclosed lease plat shows the location of the above well location and your lease offsetting it.

The enclosed topographic map also shows the location which will require an unorthodox location approval. We request you advise the New Mexico Oil Conservation Commission you have no objection to this location.

If you have questions, please call.

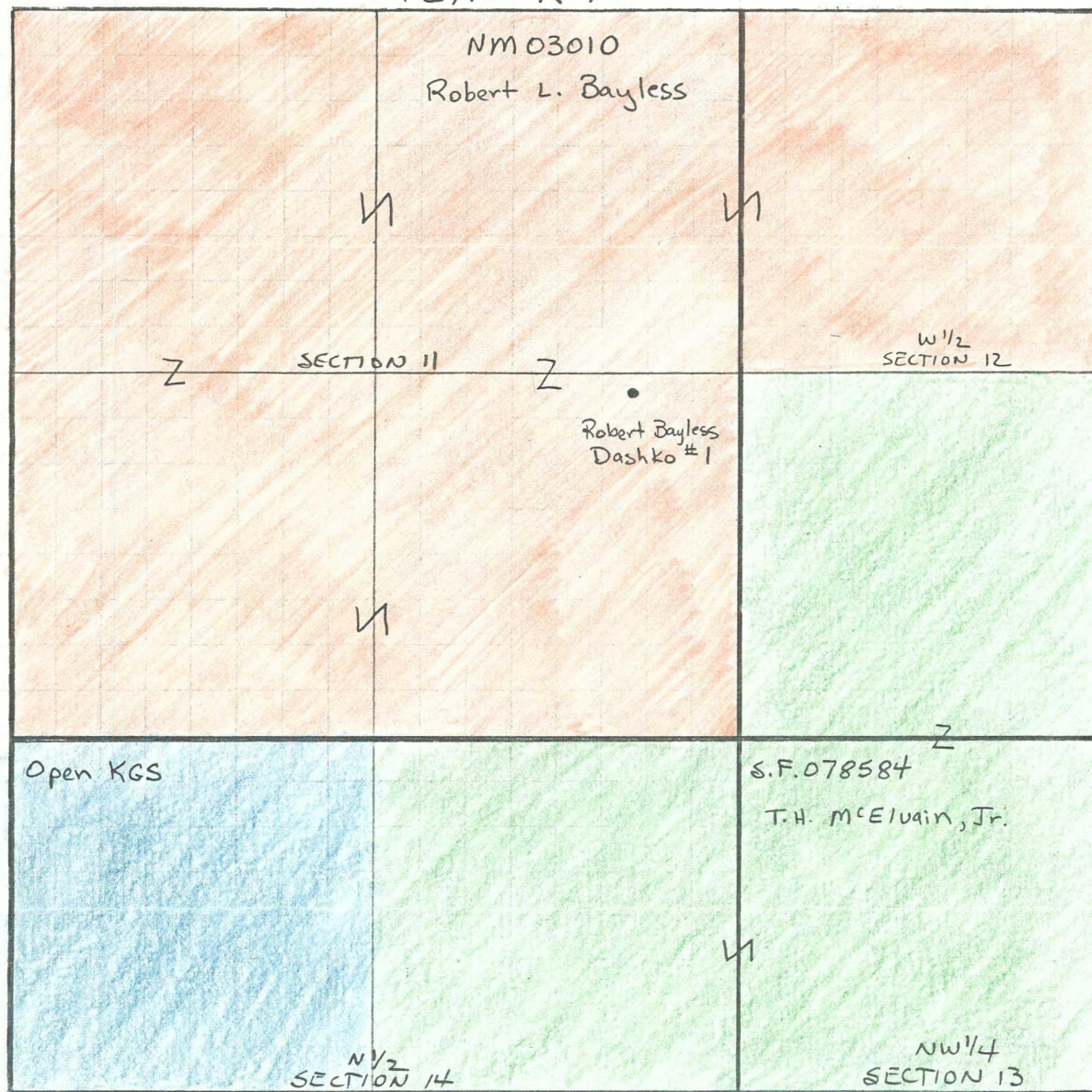
Sincerely yours,

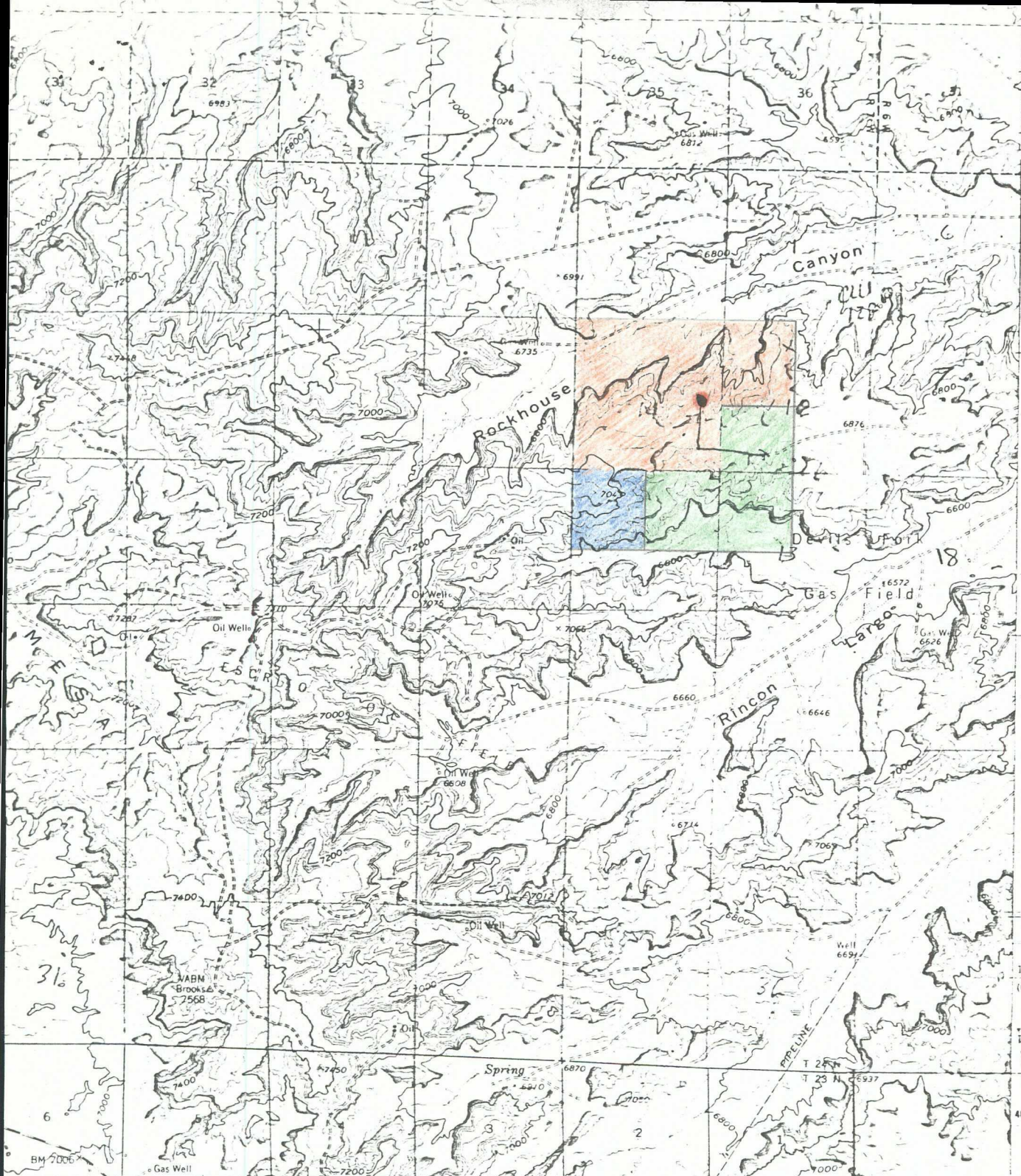
A handwritten signature in dark ink, appearing to read "Robert L. Bayless". Below the signature, the name "Robert L. Bayless" is printed in a standard font.

RLB/lb

Enclosures

GALLUP FORMATION
T24N R 7W





T. 25 N
T. 24 N

20'

18

1920 000 FEET
(CENTRAL)

T. L. 1955
Box 1041
Farmington, N. M.

4015000m. N.

36°15'
107°30'

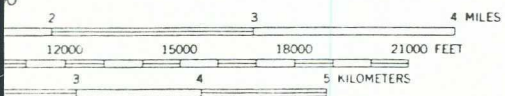
W LYBROOK 2 MI
CUBA 38 MI

35°

110 000 FEET (CENTRAL)

272000m. E.

INTERIOR GEOLOGICAL SURVEY, WASHINGTON, D.C. - 1962
M R 3805 R 7 W R 6 W



40 FEET
VLL



QUADRANGLE LOCATION

W N 3615
107 30
1959

NAGEEZI, N. MEX.
N3615-W10730/15

1959

ACCURACY STANDARDS
COLORADO OR WASHINGTON 25, D.C.
SYMBOLS IS AVAILABLE ON REQUEST



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

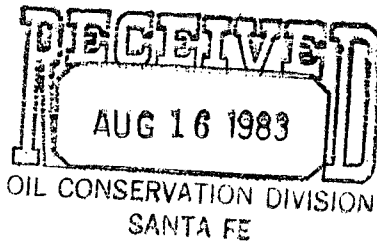
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

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

OIL CONSERVATION DIVISION
BOX 2088
SANTA FE, NEW MEXICO 87501

DATE 8-10-83

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



Gentlemen:

I have examined the application dated 8-2-83
for the Robert L. Bowless John S. Dushko #1 I-11-24N-7W
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approve

Yours truly,

Jeff A. Edmister
JE

hsl
1726

T. H. McELVAIN OIL & GAS PROPERTIES

T. H. McELVAIN, JR., MANAGER

220 SHELBY STREET

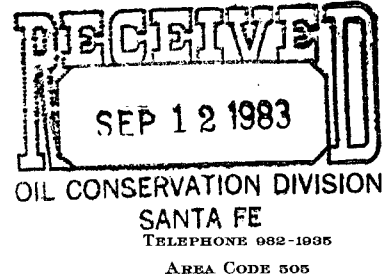
P. O. Box 2148

SANTA FE, NEW MEXICO 87501

CATHERINE B. McELVAIN

CATHERINE M. HARVEY

T. H. McELVAIN, JR.



September 7, 1983

Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504

Re: John S. Dashko #1
2510' FSL & 790' FEL
Sec. 11, T24N, R7W
Rio Arriba County, NM

Waiver

Gentlemen:

We have been advised by Robert L. Bayless of Farmington, NM that he is requesting an unorthodox Gallup well location for the above captioned Dakota dry hole.

We hereby advise you that T. H. McElvain Oil & Gas Properties, Operator of federal oil and gas lease SF 078584 lying east and south of the proposed location, has no objection to this unorthodox location.

Very truly yours,

T. H. McElvain, Jr.

THM/k