

OIL CONSERVATION COMMISSION

SANTA FE, NEW MEXICO

July 12, 1950

Mr. H. J. Cox
Hotel Castaneda
Las Vegas, New Mexico

RE: H. J. Cox, Clyde Berlier No. 1, NE SE NE
section 11, T.19 N, R.21 E, Mora County

Dear Mr. Cox:

In perusing your G-101, we note that your location is unorthodox. We call your attention to Rule 104 which sets out the spacing requirements for wildcat wells as well as wells drilled within defined pool limits.

Under this rule, wildcat locations must be drilled in the center of a 40-acre subdivision unless permission has been granted by the Commission, based on topographical reasons. If the Commission cannot grant the unorthodox location for topographic reasons, then it must come to a public hearing before permission can be granted.

Further referring to Rule 104, paragraph (f), I would like to call your attention to the other conditions in granting an unorthodox location for topographic reasons:

- 2.a) The ownership of all oil and gas leases within a radius of 660 feet of the proposed location is common with the ownership of the oil and gas leases under the proposed location, or
- b) All owners of oil and gas leases within such radius consent in writing to the proposed location. (page 9 of Rules)

If this well was drilled unorthodox for topographic reasons, may we suggest that you specifically state your reasons and ask for permission to drill this unorthodox location.

A further requirement for wildcat wells is that a registered surveyor's plat be submitted with your G-101. We would be pleased to have this at your earliest convenience.

Very truly yours,

EAU:bw

Secretary and Director