PAN AMERICAN PETROLEUM CORPORATION

.

Post Office Box 68 Hobbs, New Mexico

June 7, 1965

File: VES-180-936.510.1

Subject: Special Rules and Regulations Bough-Devonian Pool Lea County, New Mexico

Nr. Joe Ramey New Mexico Oil Conservation Commission Post Office Box 1980 Hobbs, New Mexico

Dear Sir:

This has reference to New Mexico Oil Conservation Commission Order No. R-3070 for the Bough Devonian Field, with special reference to Item (1) of Page 3, regarding unorthodox locations.

This is to inform you that our currently drilling Federal "B" Well No. 2 is an unorthodox location under the terms of the above order. This well is located 330 feet from the north line and 1650 feet from the east line of Section 24, F-9-S, R-35-L, Lea County, New Mexico.

Yours very truly, V. E. Staley

Area Superintendent