

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

May 11, 1956

Mr. Frank A. Schultz
17th Floor Mercantile Bank Bldg.
Dallas 1, Texas

Attention: Mr. William G. Webb, Attorney

Administrative Order NSL-36

Gentlemen:

Reference is made to your application for approval of an unorthodox well location for your Schultz-Payne Well No. 4-14, to be located 2450 feet from the South line and 2240 feet from the West line of Section 14, Township 25 North, Range 8 West, Ballard-Pictured Cliffs Gas Pool, San Juan County, New Mexico.

It is our understanding that this unorthodox location is based upon topographic conditions in the SW/4 of said section.

Inasmuch as you enclosed waivers from the offset operators agreeing to the formation of the proposed unit, it is possible for immediate approval to be granted. Therefore, by authority granted me under provisions of Rule 104 (f) of the Statewide Rules and Regulations of the New Mexico Oil Conservation Commission, you are hereby granted an exception to Rule 104 (b) for the above described unorthodox well location. You must also obtain like approval from the U. S. Geological Survey.

Very truly yours,

A. L. Porter, Jr.
Acting Secretary-Director

ALP:jh

cc: Oil Conservation Commission, Aztec
U. S. Geological Survey, Farmington