OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE. NEW MEXICO

June 14, 1957

Sun Cil Company P. O. Box 1798 Denver 1, Colorado

Administrative Order NSL-107

Attention: Mr. J. B. Hamilton

Gentlemen:

Reference is made to your application for approval of an unorthodox well location for your F. Phillips-Government Well No. 1, to be located 1250 feet from the South line and 1391 feet from the West line and in the SE/4 SW/4 of Section 32, Township 25 North, Range 3 West, South Blanco-Pictured Cliffs Gas Pool, Rio Arriba County, New Mexico.

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

Inasmuch as you furnished waivers from the offset operators, it is possible for immediate approval to be granted. Therefore, by authority granted me under provisions of Rule 4 of the Special Rules and Regulations of the South Blanco-Pictured Cliffs Gas Pool, as set forth in Order R-565-C, you are hereby granted an exception to Rule 3 of Order R-565-C 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., Secretary-Director

cc: Oil Conservation Commission - Aztec, New Mexico
U. S. G. S. - Farmington, New Mexico