OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE, NEW MEXICO

October 20, 1958

San Juan Drilling Company P. O. Box 728 Farmington, New Mexico

Attention: Mr. C. Beeson Neal

Administrative Order NSL-162

Gentlement

Reference is made to your application for approval of an unorthodox well location for your Jackson Well No. 2 located 1980 feet from the South line and 1980 feet from the West line and in the NE/4 SW/4 of Section 30, Township 30 North, Range 11 West, Aztec Pictured Gas Cliffs Pool, San Juan County, New Mexico.

It is our understanding that this unorthodox well location is occasioned by the recompletion of a well previously completed in another horizon.

By authority granted me under provisions of Rule 4. of the Special Rules and Regulations of the Aztec 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 above described unorthodox well location. You must also obtain like approval from the U. S. Geological Survey if the well is located on land subject to the jurisdiction of the U. S. Geological Survey.

Very truly yours,

A. L. PORTER, Jr., Secretary-Director

ALP/19

cc: OCC, Aztec