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

December 15, 1959

Royal Development Company P. O. Box 1299 Korber Building Albuquerque, New Mexico

Attention: Mr. H. E. Shillander

Administrative Order NSL-208

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Gentlemen:

Reference is made to your application for approval of an unorthodox well location for your Royal-Ake Well No. 3, to be located 850 feet from the North line and 1980 feet from the West line of Section 10, Township 24 North, Range 8 West, undesignated Dakota Pool, San Juan County, New Mexico.

It is our understanding that this unorthodox well location is based upon extreme topographic conditions in the NW/4 of said Section 10.

By authority granted me under provisions of Rule 2 (b) of the Special Rules and Regulations for the Dakota Producing Interval, as set forth in Order R-1287, you are hereby granted an exception to Rule 2 (a) of Order R-1287 for the 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 usuly yours,

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

ALP/OEP/og

cc: Oil Conservation Commission - Aztec

U. S. Geological Survey - Farmington