

CHACO OIL COMPANY

P. O. Box 8294
Albuquerque, New Mexico
18 August, 1964

MAIN OFFICE OCC

1964 AUG 19 PM 1:26

NSI
now
forward to provision
of Order No R-2282
[Signature]

Mr. A. L. Porter, Sec.-Dir.
N. M. Oil Conservation Commission
P. O. Box 2088
Santa Fe, N. M. 87501

Dear Sir:

As provided in Order No. R-2282, Case No. 2589, Chaco Oil Company respectfully requests permission to drill two production wells within the Red Mountain Pool at unorthodox locations.

The proposed wells are as follows:

- #32 Santa Fe: 45'/NL and 2060'/EL, Sec. 29, T20N, R9W, NMPM
- #33 Santa Fe: 600'/NL, & 2450'/EL, Sec. 29, T20N, R9W, NMPM

We deem these wells to be necessary to prevent waste by recovering oil which would otherwise be bypassed in the course of the Red Mountain water flood, thereby contributing to a thorough and efficient sweep of the oil.

Correlative rights will not be impaired, inasmuch as both wells are in the approximate center of our 640-acre lease.

We therefore respectfully request approval of these two unorthodox locations as provided in Order No. R-2282.

Thank you.

Yours truly,
CHACO OIL COMPANY
[Signature]
Henry S. Birdseye
Co-Owner

HSB:lm
Copy: Mr. E. C. Arnold, Aztec