OIL CONSERVATION COMMISSION P. O. BOX 2088

SANTA FE. NEW MEXICO

July 25, 1967

Dugan Production Corporation
P. O. Box 234
Farmington, New Mexico

Attention: Mr. Thomas A. Dugan

Administrative Order NSL-402

Gentlemen:

Reference is made to your application for approval of an unorthodox oil well location for your Shiprock Well No. 1, located 735 feet from the North line and 1360 feet from the East line of Section 14, Township 30 North, Range 18 West, NMPM, undesignated Dakota oil pool, San Juan County, New Mexico.

By authority granted me under the provisions of Rule 3 of Order No. R-1670-C, as amended, the above-described unorthodox oil well location is hereby approved.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/GMH/esr

cc: Oil Conservation Commission - Aztec
Oil & Gas Engineering Committee - Hobbs
United States Geological Survey - Farmington