

PHONE 505 - 623-5053
J. P. WHITE BUILDING
POST OFFICE BOX 1737
ROSWELL, NEW MEXICO

Handwritten: 3-4-71
**HANAGAN
PETROLEUM
CORPORATION**

March 3, 1971

New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Attn: Mr. A. L. Porter, Jr.

Re: Hanagan Petroleum Corporation
#1-Y Catclaw Draw Unit
Section 26, T-21-S, R-25-E
Eddy County, New Mexico

Dear Sir:

Handwritten: refused
Under administrative order NSL-483 dated January 25, 1971, the Hanagan Petroleum Corporation #1 Catclaw Draw Unit was drilled at an unorthodox location of 1980' FNL & 2310' FWL of Section 26, T-21-S, R-25-E. The #1 well was spudded with cable tools (Fred Pool contractor) on January 28, 1971. At a total depth of 296' (February 7) the contractor got a bailer stuck in the hole at 296'. In attempting to fish the bailer out, he ended up with a bailer, spear and jars in the hole, all of which he failed to retrieve. After a week of fishing without any success, it was decided to temporarily abandon the hole, skid six feet south and drill a new hole with rotary tools. We discussed our problem with Mr. Gressett of the NMOCC in Artesia, renamed the new hole the #1-Y and spudded same on February 16, 1971. The #1-Y is located in Section 26, T-21-S, R-25-E, 1986' FNL & 2310' FWL and is presently drilling at 5,000 feet.

Again we respectfully request an exception to a standard wildcat location under Rule 104F due to the necessity of junking the #1 well.

Very truly yours,

HANAGAN PETROLEUM CORPORATION

Handwritten signature: Hugh E. Hanagan
Hugh E. Hanagan
Vice President

Handwritten:
1980 FNL
+ 6
1986 FNL

HEH:ab

cc: Mr. W. A. Gressett
Artesia, New Mexico