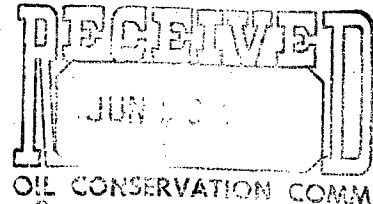


CleveRock Energy Corporation
9720-B Candelaria N.E.
Albuquerque, New Mexico 87111

June 24, 1974



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

Re: CleveRock Energy Corporation
CleveRock Pedco-State #1
SE/4 Section 16-19S-32E
Lea County, New Mexico #LG 605
Non-Standard Location

Gentlemen:

East Lusk - Wolfcamp
Unlabeled

CleveRock Energy Corporation respectfully requests administrative approval for change of location to a non-standard location for the subject well, to be located as follows:

660 feet from east line and 2030 feet from south line of Section 16, Township 19 South, Range 32 East, Lea County, New Mexico

The above proposed location is 50 feet north of a standard location as prescribed by field rules. Exhibit "A" shows the reason for the requested location change. The standard location is only 16 feet from a pair of high pressure lines belonging to Phillips Petroleum Corporation. Safety and right-of-way considerations make the change necessary.

Copies of this request have been mailed to the following operators offsetting the 160 acre proration unit (SE/4 Section 16):

✓ Sun Oil Company
Box 1861
Midland, Texas 79701

✓ Midwest Oil Corporation
1500 Wilco Building
Midland, Texas 79701

✓ Clinton Oil Company
217 North Water
Wichita, Kansas 67202

Sincerely,

Charles W. Sanders
Charles W. Sanders
Agent

CWS:cm

Attachments: Exhibit "A" Relation of Pipelines to Location
Exhibit "B" Lease Ownership Map

We hereby approve the above application for non-standard location.

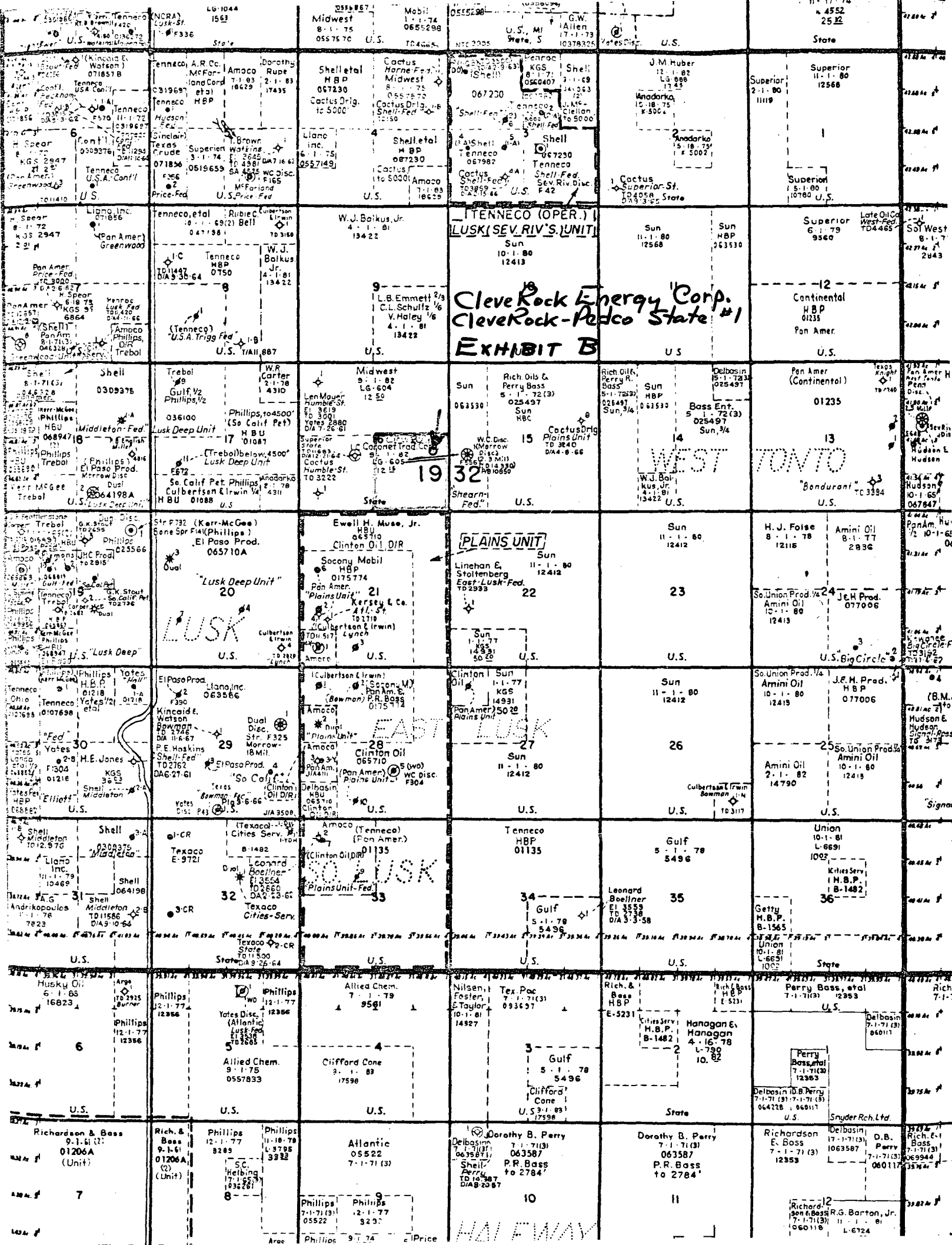
Signed: _____

For: _____

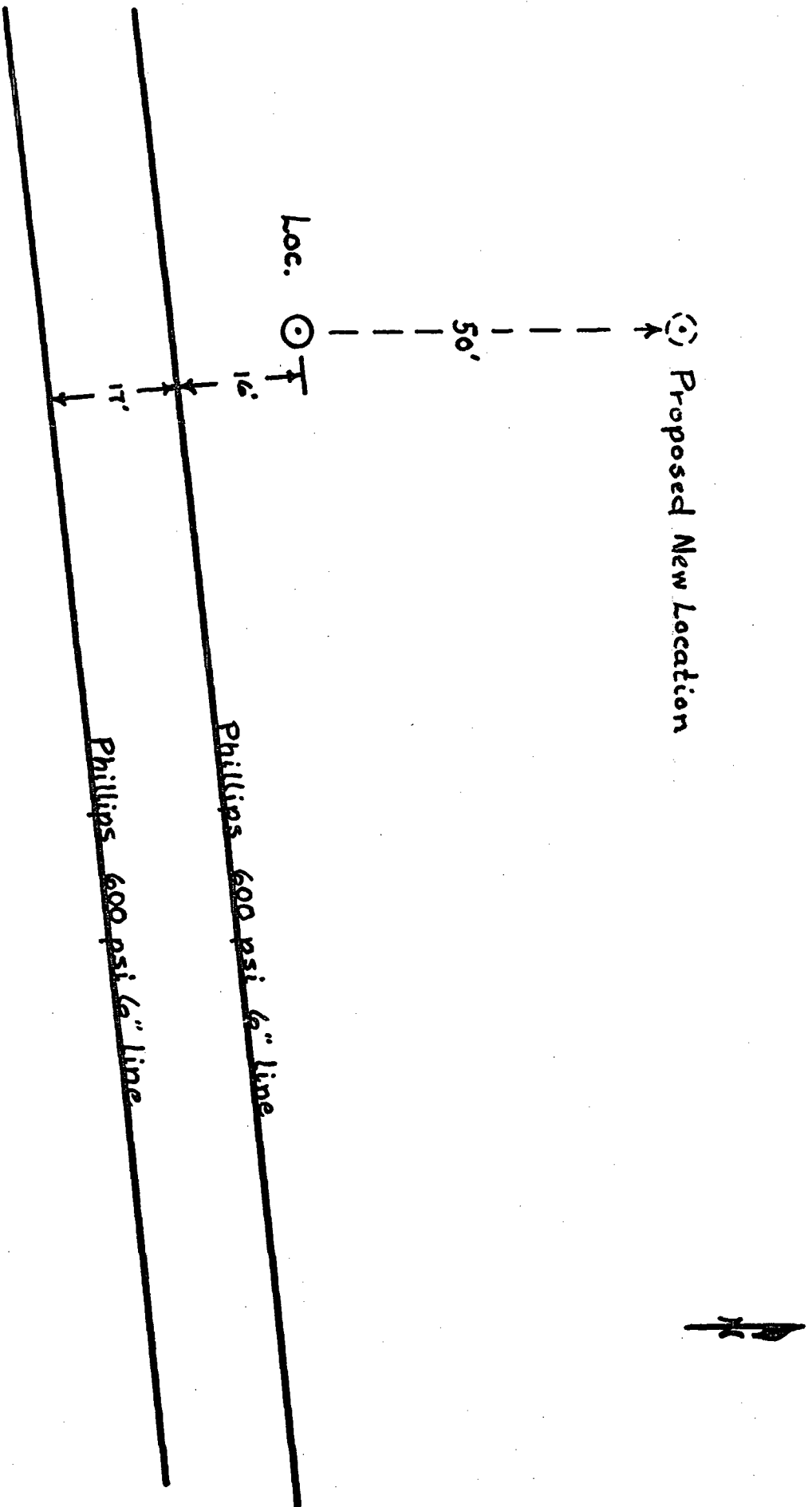
Date: _____

WC
East Lusk - WC

2640
2030
610



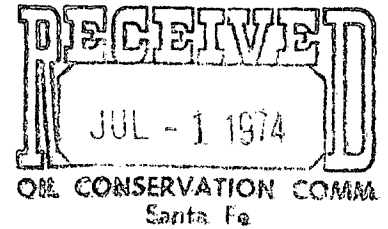
CleveRock Energy Corp.
CleveRock Pedco State #1
SE/4 16-19S-32E, Lea Co., N.M., #LG 605
Exhibit A



1" = 20'

CleveRock Energy Corporation
9720-B Candelaria N.E.
Albuquerque, New Mexico 87111

June 27, 1974



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

Re: CleveRock Energy Corporation
CleveRock Pedco-State #1
SE/4 Section 16-19S-32E
Lea County, New Mexico #LG 605
Non-Standard Location

Gentlemen:

The attached letter has been forwarded to Amoco who has the Wolfcamp interval lease on acreage to the south of the captioned well.

Sincerely,



Charles W. Sanders
Agent

CWS:cm



PHILLIPS PETROLEUM COMPANY

ODESSA, TEXAS 79760
PHILLIPS BUILDING, FOURTH & WASHINGTON

EXPLORATION & PRODUCTION DEPARTMENT

June 27, 1974

Alternate Location
of Proposed Well

File: W4-Ro-29-74

Petroleum Development Corporation
Suite B
9720 Candelaria NE
Albuquerque, New Mexico 87122

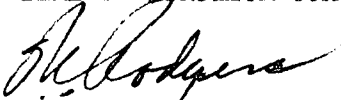
Gentlemen:

In my conversation with Mr. James Johnson of your office on June 25, he informed me that your company was now in the process of asking for approval for an alternate location of the well that you plan to drill in the SE/4 of Section 16, T-19-S, R-32-E, Lea County, New Mexico. We appreciate the fact that you have initiated action to move this location, because, as I informed you, and which you were already aware, the originally proposed location of 1980' from the south line and 660' from the east line of Section 16 would have placed the bore hole uncomfortably close to our Lee-Lusk high pressure gas line. This line is an 8" line carrying raw gas at approximately 600# pressure in this section from our Lee to Lusk Plant. In addition, 15' south of that line is a 6" line that carries the liquid product from our Lusk Plant. We believe that the move of 50' north of the alternate location will be of considerable improvement from a safety standpoint for both your company and ours.

For such value as it may be to you, I am attaching the resurvey plat of our two lines for Section 16. If there is anything that we can do to assist you in obtaining authorization for the alternate drill site, please do not hesitate to call upon us. We do plan to mark the location of this line in order that it will be visible to employees of the drilling contractor at the time that they move on the well site.

Yours very truly,

PHILLIPS PETROLEUM COMPANY

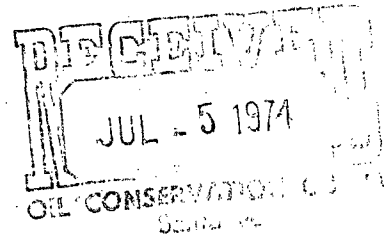

W. C. Rodgers, Production Supt.
Southwestern Region

WCR:ps
Attach.

cc: U. S. Geological Survey
Drawer U
Artesia, New Mexico 88210

CleveRock Energy Corporation
9720-B Candelaria N.E.
Albuquerque, New Mexico 87112

July 1, 1974



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

Re: CleveRock Energy Corp.
CleveRock-Pedco State #1
Section 16-19S-32E
Non-Standard Location

Gentlemen:

Attached is a copy of a letter and plat from Phillips Petroleum Company concerning the proximity of high pressure lines to the subject well's original standard location and stating their concurrence in the desirability of moving the location 50 feet to the north.

The letter from Phillips was not requested by us, but we feel that it is of significance in the proposed change.

Sincerely,

A handwritten signature in cursive script, appearing to read "Charles W. Sanders".

Charles W. Sanders
Agent

CWS:cm
Enclosures

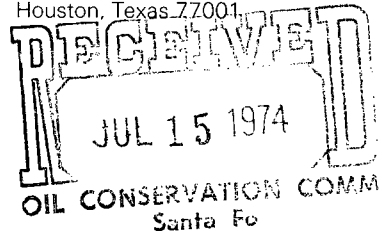


E. E. Morris
Division Engineer

July 12, 1974

Amoco Production Company

500 Jefferson Building
P.O. Box 3092
Houston, Texas 77001



File: DRC-986.51NM-2606

Re: Non-Standard Location Waiver
CleveRock Pedco-State #1
Lea County, N.M.

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

Gentlemen:

We have received a copy of CleveRock Energy Corporation's application for a permit to drill the subject well at an irregular location in Lea County, N. M.

The requested well location is 660' FEL and 2030' FSL of Section 16, Township 19 South, Range 32 East.

As an offset operator, Amoco Production Company has no objection to this site in order to avoid proximity to a pair of high pressure lines. We hereby waive notice and hearing.

Very truly yours,

E. E. Morris

cc: CleveRock Energy Corporation
9720 Candelaria N.E.
Albuquerque, N.M. 87111

EHW:as