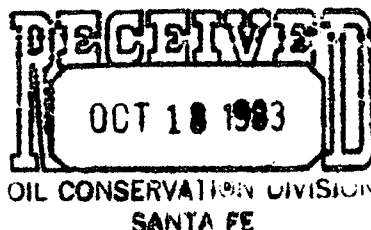


El Paso
Exploration Company



P. O. BOX 4289
FARMINGTON, NEW MEXICO 87499-4289
PHONE: 505-325-2841

October 14, 1983

New Mexico Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87501

Att: Mr. Joe Ramey

Gentlemen:

This is a request for administrative approval for an unorthodox gas well location in the Devil's Fork Gallup Associated Pool.

It is intended to locate the El Paso Natural Gas Company's Canyon Largo Unit #324 at 1850' from the South line and 1465' from the West line of Section 20, T-24-N, R-6-W, Rio Arriba County, New Mexico.

Extremely rough terrain in the form of steep cliffs, an existing dry wash, and two pipelines in the southwest corner of this section makes it impossible to building an orthodox gas well location.

Copies of this application are being submitted to all offset operators by certified mail with a request that they furnish your Santa Fe office with a waiver of objection and return a copy to this office.

Plats showing the proposed well location and the terrain of Section 20, along with an ownership plat, are attached.

Sincerely yours,

G. W. Brink

G. W. Brink
Project Drilling Engineer

GWB:pb

WAIVER
_____ hereby waives objection to El Paso
Natural Gas Company's application for an unorthodox location for
their Canyon Largo Unit #324 as proposed above.

By: _____
Date: _____

Offset operators for Canyon Largo Unit #324

E. B. Germany & Sons
PO Box 12266
Dallas, TX 75225

BCO, Inc.
135 Grant
Santa Fe, NM 87501

Getty Oil Co.
Three Park Central, Suite 700
1515 Arapahoe St.
Denver, CO 80202

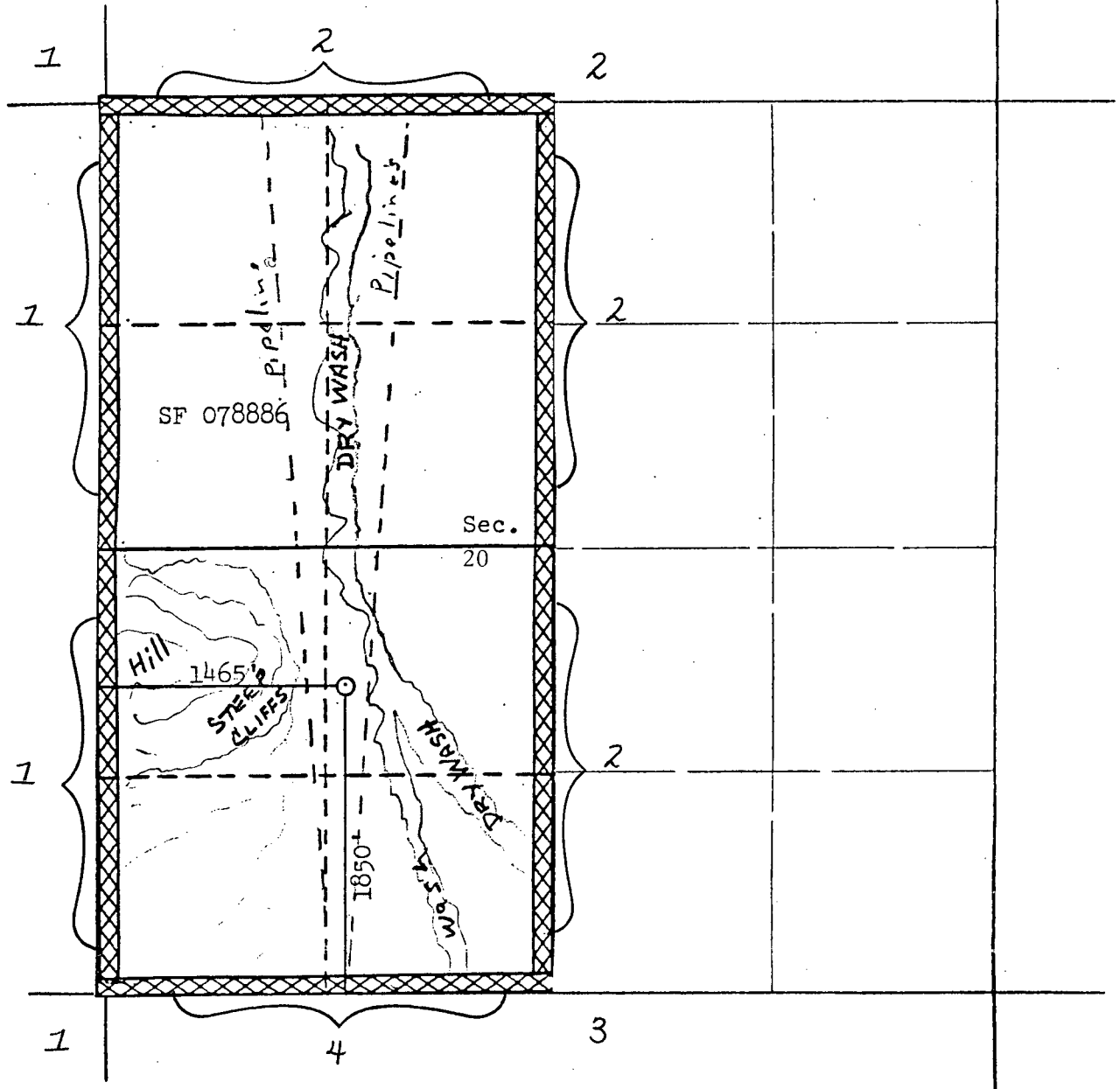
EL PASO NATURAL GAS COMPANY

Well Name Canyon Largo Unit #324, Devils Fork Gallup

Footage---- 1850' FSL, 1465' FWL

APPLICATION FOR NON-STANDARD LOCATION

County Rio Arriba State New Mexico Section 20 Township 24N Range 6W



REMARKS:

(1) E. B. Germany & Sons

(2) Canyon Largo Unit, El Paso Natural Gas Company-Operator

(3) Getty Oil Company

(4) BCO, Inc.