

SLAYTON OIL CORPORATION

March 9, 1984

NSL - 1802

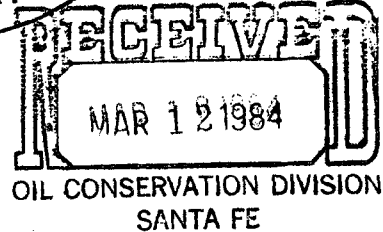
RULE 104FI

RELEASE MARCH 31, 1984

INDIAN PROPERTY

Oil Conservation Division
Att: Mr. Gilbert Quintana
P.O. Box 2088
Santa Fe, N. Mex. 87501

Slayton Oil Corporation
N.W. Cha-Cha Unit #13-18
2130 FSL, 870 FWL
Sec. 18-T29N-R14W
San Juan Co., N. Mex.



Dear Sir:

The location noted above is unorthodox according to the Cha-Cha Gallup field rules. The proposed location was selected to occupy only one corner of a cultivated field and to avoid destruction of riparian vegetation as suggested by the B.I.A. Any "more standard" location will move further onto cultivated lands or necessitate removal of large trees. We are requesting an exception to the Cha-Cha Gallup field rules be granted on the basis of topography present within the drilling unit dedicated to this well.

Yours truly,

Denny G. Foust
Denny G. Foust
Agent

DGF/jps

OK SB

*Plat showing the topography
obstruction will not be
required because Ernie Bush
from our Aztec office verified the topographical obstructions
to a standard location. gpp*

P. O. BOX 150

FARMINGTON, NEW MEXICO 87499

(505) 327-6066