FORM 470 2-57

PAN AMERICAN PETROLEUM CORPORATION

Box 480, Farmington, New Mexico

NO December 23, 1960

File:

B-2429-400.1

Subject: Recuest for Approval of Non-Standard Well Location Navajo Tribal "G" No. 5 Cha Cha Gallup Field

Mr. A. L. Porter (2) New Mexico Oil Conservation Commission Box 871 Santa Fe, New Mexico

Dear Sir:

Expe 2/65

Pan American Petroleum Corporation has staked the Navajo Tribal "G" No. 5 in the Cha Cha Gallup Field at a footage distance of 1830 feet from the south line and 885 feet from the east line of Section 18, T-29-N, R-14-W, San Juan County, New Mexico. The standard location in the NE/4 NW/# 55/4 of Section 18 falls in a beaver pond in a slough along the San Juan river which necessitated moving the site to the river bank at the unorthodox location.

It is respectfully recuested that Pan American be granted administrative exception to Cha Gallup Field oil well location requirements and approval of the non-standard location for Navajo Tribal "G" No. 5 due to the topographical situation described. These conditions are also illustrated on the attached copy of the location plat for the well. The ownership and royalty interest of all oil and gas leases within a 660-foot radius is common to that of the proposed location.

The drilling of Navajo Tribal "G" No. 5 in the NE/4 NW/4 of Section 18 is planned to permit orderly development of these properties. We would appreciate being notified of your decision on our request for approval of the non-standard location by collect wire in order to minimize rig delay.

Yours very truly,

PAN AMERICAN PETROLEUM CORPORATION

L. O. Speer, Jr. Area Superintendent

RMB: hh Attach.

cc: Mr. E. C. Arnold NMOCC - Aztec, N. M.

> Mr. P. T. McGrath USGS - Farmington, N. M.