THE BRITISH-AMERICAN OIL PRODUCING COMPANY

Denver Club Building DENVER 1, COLORADO

Production & Engineering Dept.

Address All Correspondence To Post Office Box 180

MAPS 1961

New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico

Attention: Mr. A. L. Porter, Jr., Secretary-Director

Re: The British-American Oil Producing Company's Fullerton #8 Located 1500' FNL and 1800' FEL, Section 14-27N-11W. San Juan County. New Mexico

Gentlemen:

Order No. R-1670-C states, "All wells drilled to er completed in the Basin-Dakota gas pool shall be located no nearer than 790' to the boundary line of the proration unit and shall be located no nearer than 130' to a governmental quarter-quarter section line or subdivision inner boundary line. In the event any such well is completed as an oil well at a location nearer than 330' to a governmental quarter-quarter section line, said well shall not be produced unless and until such time as the unorthodox oil well location has been approved by the Commission after notice and hearing."

The British-American Oil Producing Company's Fullerton #8 was drilled at a location 1500' FNL and 1800' FEL. This location is proper for a Dakota gas pool. However, the Gallup Sand was found productive at this location and is consequently an unorthodox location for an oil well since it is located 180' from the nearest quarter-quarter section line. The well was initially staked 1850' FNL and 1980' FEL of Section 14 but was moved because of inaccessible terrain. The original location would have been off a fifty foot cliff running in a general east-west direction. Therefore, it was necessary to move the location north and east. Administrative approval is herein requested by your authority under Rule Nc. 3 of Order No. R-1670-C. A copy of our application has been sent to each offset operator and all operators within the section in which this well is located.

The British-American Oil Producing Company's Fullerton #8 Located 1500' FNL and 1800' FEL, Section 14-27N-11W, San Juan County, New Mexico Page No. 2

Fullerton #8 is within one mile of the forty acre Gallup all preration unit dedicated to the British-American Fullerton #6 which is located 790' FWL and 1650' FNL Section 11-27N-11W.

Attached to this letter you will find the following information:

- (1) Plat showing the location of all wells on applicant's lease, all offset wells on offset leases and a list of the names and addresses of operators of all leases offsetting applicant's lease.
- (2) Evidence that said offset operators have been furnished copies of the application.
- (3) Electrical log of the well with tops and bottoms of the producing zone and interval of perforation indicated thereon.

A separate application has been filed requesting authority to dually complete Fullerton #8 as a Dakota gas and Gallup oil well.

Very truly yours,

THE BRITISH-AMERICAN OIL PRODUCING COMPANY

Thomas M. Hogan

District Superintendent

WR/flc

Attachments

Copies to: Mailing List Attached

LIST OF ADDRESSES ON OFFSET LEASES

New Mexico Oil Conservation Commission 120 East Chico Street Aztec, New Mexico

Western Natural Gas Company P. O. Box 1387 Anaconda, Montana

R & G ||rilling Company 208 West Main Farmington, New Mexico

Potash Company of American P. O. Box 31 Carlsbad, New Mexico

The Oklahoma Oil Company 4457 Gunnison Street Chicago 30, Illinois

Frontier Refining Company 4040 East Louisiana Avenue Denver, Colorado

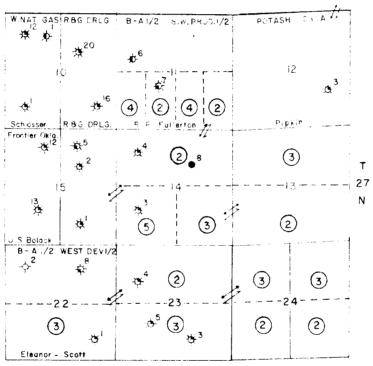
Western Development Company 65 Sena Plaza Santa Fe, New Mexico

Southwest Production Company 3108 Scuthland Center Dallas, Texas

LEASE KEY

- 2 B-A has 100% below base Pictured Cliffs also 50% above base Pictured Cliffs.
- 3 Western Dev. has 100% below base Pictured Cliffs also 50% above base Pictured Cliffs.
- 4 Western Dev. has 100% in Gallup fm. also 50% above base Pictured Cliffs.
- (5) B-A has 100% in Gallup also 50% above base of Pictured Cliffs.

R-11-W



MULTIPLE COMPLETIONS RULE 112 - A
WORTHELOX LOCATION ORDER NO R-1070 - C
SCALE 1" = 4000"

PLAT SHOWING BRITISH **AMERICAN** OIL **PRODUCING** COMPANY **FULLERTON** NO. LOCATED 1500' FNL, 1800' FEL SECTION 14 "T27N-RIIW, SAN JUAN CO-UNTY. NEW MEXICO. AND ALL WELLS ON OFFSET LEASES.

- O LOCATION
- PICTURED CLIFFS
- FRUITLAND
- ◆ DAKOTA 8 GALLUP