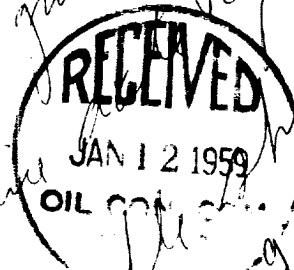


OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO



January 8, 1959

C Petro-Atlas, Inc.
2000 National Bank of Tulsa Bldg.
Tulsa 3, Oklahoma

O Attention: Norman B. Gove

Administrative Order NSL-177

Gentlemen:

P Reference is made to your application for approval of an unorthodox well location for your Horseshoe Canyon "B" Well No. 2 to be located 1746 feet from the North line and 1122 feet from the East line and in the SE/4 NE/4 of Section 9, Township 30 North, Range 16 West, Horseshoe Canyon Oil Pool, San Juan County, New Mexico.

Y It is our understanding that this unorthodox well location is occasioned by a good faith survey error.

You must also obtain like approval from the U. S. Geological Survey if the well is located on land subject to the jurisdiction of the United States Geological Survey.

Inasmuch as the oil heretofore produced from this well will be charged against the future allowable for said well, the Commission hereby authorizes the sale and purchase of this oil, effective immediately.

Very truly yours,

A. L. PORTER, Jr.,
Secretary-Director

ALP/OEP/og

cc: Oil Conservation Commission - Astec
U. S. Geological Survey - Farmington