

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

October 5, 1956

**Austral Oil Exploration Company, Inc.
300 San Jacinto Building
Houston 2, Texas**

Attention: Mr. Winston G. Smith

Administrative Order NSL-63

Gentlemen:

Reference is made to your application for approval of an unorthodox well location for your State "B" Well No. 2 to be located 2200 feet from the East line and 3690 feet from the South line and in Lot 15 of Section 1, Township 16 South, Range 35 East, Townsend Wolfcamp Pool, Lea County, New Mexico.

It is our understanding that this unorthodox well location is based upon extreme surface conditions of existing runways in the section.

Inasmuch as you furnished waivers from the offset operators, it is possible for immediate approval to be granted. Therefore, by authority granted me under provisions of Rule 104 (f) of the Statewide Rules and Regulations, you are hereby granted an exception to Rule 104 (d) of the Statewide Rules and Regulations for the above described unorthodox well location.

Very truly yours,

**A. L. Porter, Jr.
Secretary-Director**

ALP:jh

cc: Oil Conservation Commission, Hobbs

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