OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE. NEW MEXICO



January 3, 1957

Astec Oil and Gas Company 920 Mercantile Securities Building Dallas I, Texas

Attention: Mr. Q. B. Davis

Administrative Order NSL-81

Gentlemen:

Reference is made to your application for approval of an unorthodox well location for your Ute Indian Well No. 1, located 919 feet from the South line and 1268 feet from the East line and in the SE/4 SE/4 of Section 10. Township 31 North, Range 15 West, Verdi Gallup Pool, San Juan County, New Mexico.

It is our understanding that this unorthodox well location is based upon extreme topographic conditions in the SE/4 of said section.

Inasmuch as there are no other effected offset operators, it is possible for immediate approval to be granted. Therefore, by authority granted me under provisions of Rule 104 (f) 2 (b) of the Statewide Rules and Regulations, you are hereby granted an exception to Rule 104 (c) of the Statewide Rules and Regulations for the above described unoxthodox well location. You must also obtain like approval from the U.S. Geological Survey.

Very truly yours.

A. L. Porter, Jr. Secretary-Director

ALP:jh

cc: Oil Conservation Commission, Aztec

U. S. G. S., Farmington