DIL: CONSERVATION COMMISSION P. D. BOX 871 SANTA FE, NEW MEXICO

October 14, 1957

Pan American Petroleum Corporation Box 487 Fermington, New Mexico

Attention: L. O. Speer, Jr.

Administrative Order NSL-123

Gentlemen:

Reference is made to your application for approval of an unorthodox well location for your A. L. Elliott "B" Well No. 3 to be located 660 feet from the North line and 590 feet from the West line and in the NW/4 of Section 10, Township 29 North, Range 9 West, near the Blanco Pictured Cliffs Pool, San Juan County, New Mexico.

It is our understanding that this unorthodox well location is based upon extreme topographic conditions in the Northwest of said 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 Rules and Regulations of the New Maxico Oil Conservation Commission, you are hereby granted an exception to Rule 104 (b) for the above described unorthodox well location.

Very truly yours,

A. L. PORTER, Jr. Secretery-Director

DSN:ong cc: Oil Conservation Commission - Agtec