## OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE, NEW MEXICO

October 31, 1957

Pan American Petroleum Corporation Box 487 Farmington, New Mexico

Attention: Mr. L. O. Speer, Jr.

Administrative Order NSL-125

Gentlemen:

Reference is made to your application for approval of an unorthodox well location for your Haney Gas Unit Well No. 1 to be located 820 feet from the South line and 700 feet from the West line and in the SW/4 SW/4 of Section 20, Township 29 North, Range 10 West, Aztec-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 SW/4 of said section.

Inasmuch as you are the only affected offset operator, it is possible for immediate approval to be granted. Therefore, by authority granted me under provisions of Rule 4 of the Special Rules and Regulations of the Aztec Pictured Cliffs Pool, as set forth in Order R-565-C, you are hereby granted an exception to Rule 3 of Order R-565-C for the above described unorthodox well location. You must also obtain like approval from the U. S. Geological Survey if this land is Federal land.

You are further reminded that assignment of a 160-acre allowable for the subject well will be contingent upon receipt of evidence of communitization of the SW/4 of Section 20.

Very truly yours.

A. L. PORTER, Jr. Secretary-Director

DSN: omg

cc: Oil Conservation Commission - Aztec

U. S. Geological Survey - Farmington