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

February 5, 1958

El Paso Natural Gas Products Company P. O. Box 1565 Farmington, New Mexico

Attention: Mr. Ewell N. Walsh

Administrative Order NSL-132

Gentlemen:

Reference is made to your application for approval of an unorthodox well location for your Horseshoe Canyon Well No. 9, to be located 2310 feet from the North line and 1640 feet from the West line and in the SE/4 NW/4 of Section 3, Township 30 North, Range 16 West, NMPM, Horseshoe Canyon-Gallup Oil 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 NW/4 of said section.

Inasmuch as you are the owner of the offset acreage, 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 Oil Conservation Commission of New Mexico, you are hereby granted an exception to Rule 104 (c) of said Rules and Regulations for the above described unorthodox well location. You must also obtain like approval from the U.S. Geological Survey.

Very truly yours,

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

ALP/DSN/og cc: Oil Conservation Commission, Aztec U. S. Geological Survey, Farmington