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

May 8, 1964

BCO, Inc. P. O. Box 669 Santa Fe, New Mexico

Attention: Mr. Harry R. Bigbee

Administrative Order NSL-328

Gentlemen:

Reference is made to your application for approval of an unorthodox well location for a well to be located 2310 feet from the North line and 1980 feet from the West line and in the SE/4 NW/4 of Section 12, Township 24 North, Range 8 West, Escrito-Gallup Pool, San Juan County, New Mexico.

It is our understanding that this well is to be drilled at a location recommended by Core Lab as the ideal location for an injection well in your contemplated injection project in the Escrito-Gallup Pool and will ultimately be used for that purpose. Further, that there are no offset operators other than yourself to the proposed location; hence, no waiting period is required.

By authority granted me under the provisions of Order No. R-1793-A governing the Escrito-Gallup Pool, you are hereby granted an exception for the above-described unorthodox well location.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/DSN/esr

cc: Oil Conservation Commission - Aztec United States Geological Survey - Farmington