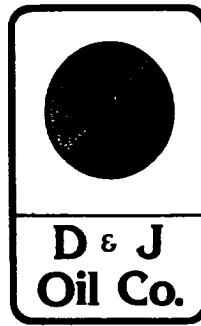


**DAVID H. DONALDSON**  
**ENGINEER**  
Mobile 541-2524



**RICHARD E. NILES**  
**COMPTROLLER**

August 15, 1995

New Mexico Oil Conservation Division  
Oil & Gas Drilling Permits  
P. O. Box 2308  
Santa Fe, NM. 87503-2308

RE: Non-Standard Drilling Location  
Lowe 27 Well No. 1  
Unit 0 Sec. 27-T-12S-R-37E  
Lea County, NM.  
642' from South line and 2,434' from East line  
Total Depth: 12,200'  
Formation @ T.D.: Devonian

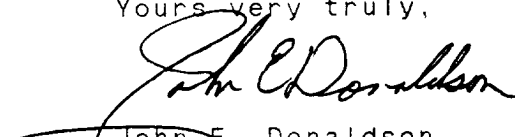
Gentlemen:

We are requesting approval of non-standard location for the above mentioned well. Coastal Management has an approved permit to drill at the Hobbs District Office but not a location exception. D & J Oil Co. has applied for a change of operator of that approved intent which a copy of the form is enclosed.

The reason for this request is based on 3D seismic interpretation and we have a limited target area as the east side of location is bounded by a fault and there are structural limitations on the west side of location.

Your prompt response to this request is greatly appreciated.

Yours very truly,

  
John E. Donaldson  
(405) 242-3636

Attachments

cc: NMCCD Hobbs

JED/jh