Page 2 NMOCC Arco State #1

In view of the above reasons, it is respectfully requested that H. L. Brown, Jr. be granted an exception to Commission Rule 104 for the Arco State No. 1, on the basis of topographic conditions, and that permission be administratively approved for the location at 1150 feet FEL and 330 feet FNL of Section 16, T-16-S, R-32-E, Lea County, New Mexico.

Yours very truly,

H. L. BROWN, JR. J. L. McGill Drilling and Production Mgr.

Encl. JLMc:jsd