**Belco** 

JUN 1 0 1981

O. C. D. ARTESIA, OFFICE

June 8, 1981

Joe Ramey New Mexico Oil Conservation Division Santa, Fe, New Mexico

E: Non Standard Location
Belco Pet. Corp.
#1, 1660 FS and FE
Unit letter"K" Section
26, T-15-s, R-36-E, Lea CO.
New Mexico

Dear Mr. Ramey,

Please find attached Belco Petroleum's application for permit to drill (C103) and well location and acreage dedication plate (C102) for our proposed Caudill State #1 a 14,000 foot Siluro-Devonian test to be drilled on a 280 acre state lease in Lea Co., New Mexico.

We are requesting administrative approval for a non-standard location i.e, over 150 feet from center of a quarter-quarter section, the Caudill State is 400 feet south-west of the center. The location was moved because of a plugged and abandoned well being at the center of the quarter-quarter section. The well was originally drilled to a total depth of 11,643'. We feel the 400' is nessary to insure that we can reach a total depth of 14,000' without interference with the older well.

We plan to move a rig on to this location about July 15, 1981. If you have any further questions please contact D.M. Cooper or myself at 915-683-6366.

Sincerely yours.

M.E. Moore

District Manager

BELCO PETROLEUM CORPORATION 411 Petroleum Building Midland, Texas 79701

MEM/pv