



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

Well 118

BRUCE KING
GOVERNOR

LARRY KEHOE
SECRETARY

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2434

November 16, 1982



Tesoro Petroleum Corporation
8700 Tesoro Drive
San Antonio, Texas 78286

ATTENTION: Joe R. Howard

RE: Administrative Order No. DHC-374
Santa Fe Railroad Well No. 20,
F SE/4 NW/4, Sec. 7, T-17N, R-8W,
NMPM, McKinley County
South Hospah Upper Sand Oil and
South Hospah Lower Sand Oil Pools

Dear Mr. Howard:

Per your letter dated October 21, 1982, we are unable to amend this application administratively to allow daily water production of 200 barrels. This will need to be brought before an Oil Conservation Division examiner.

If you have any questions concerning this matter, please contact me.

Sincerely,

Michael E. Stogner

Michael E. Stogner
Petroleum Engineer

MES/dp

cc: Frank Chavez
Supervisor - Aztec District
Office