

TEXAS AMERICAN OIL CORPORATION

300 WEST WALL, SUITE 1012 MIDLAND, TEXAS 79701 915-683-4811

September 16, 1975

Mr. A. L. Porter, Jr.  
Secretary-Director  
New Mexico Oil Conservation Commission  
Post Office Box 2088  
Santa Fe, New Mexico 87501

RECEIVED

SEP 17 1975

O. C. C.  
ARTESIA, OFFICE

Re: Rule 104-Well Spacing  
Etz State, Well No. 26,  
1625' FSL & 2630' FWL,  
Section 16, T-17-S, R-30-E,  
Eddy County, New Mexico  
Grayburg Jackson Field

*NSL - 725*  
*104 F*  
*the writing, to be*  
*concluded*

Dear Mr. Porter:

Application to drill the above named unorthodox location, based on topographical conditions, is submitted for your approval.

Waiver of objection from the only offset operator, C. E. Larue and B. N. Muncy, Jr., is attached.

Yours very truly,

*N. T. Emanuel*  
N. T. Emanuel

cc

Attachment

*NSL*  
*Approval Recommended*  
*9/18/75 W.A. Gressett*

NEW MEXICO OIL CONSERVATION COMMISSION  
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102  
Supersedes C-128  
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

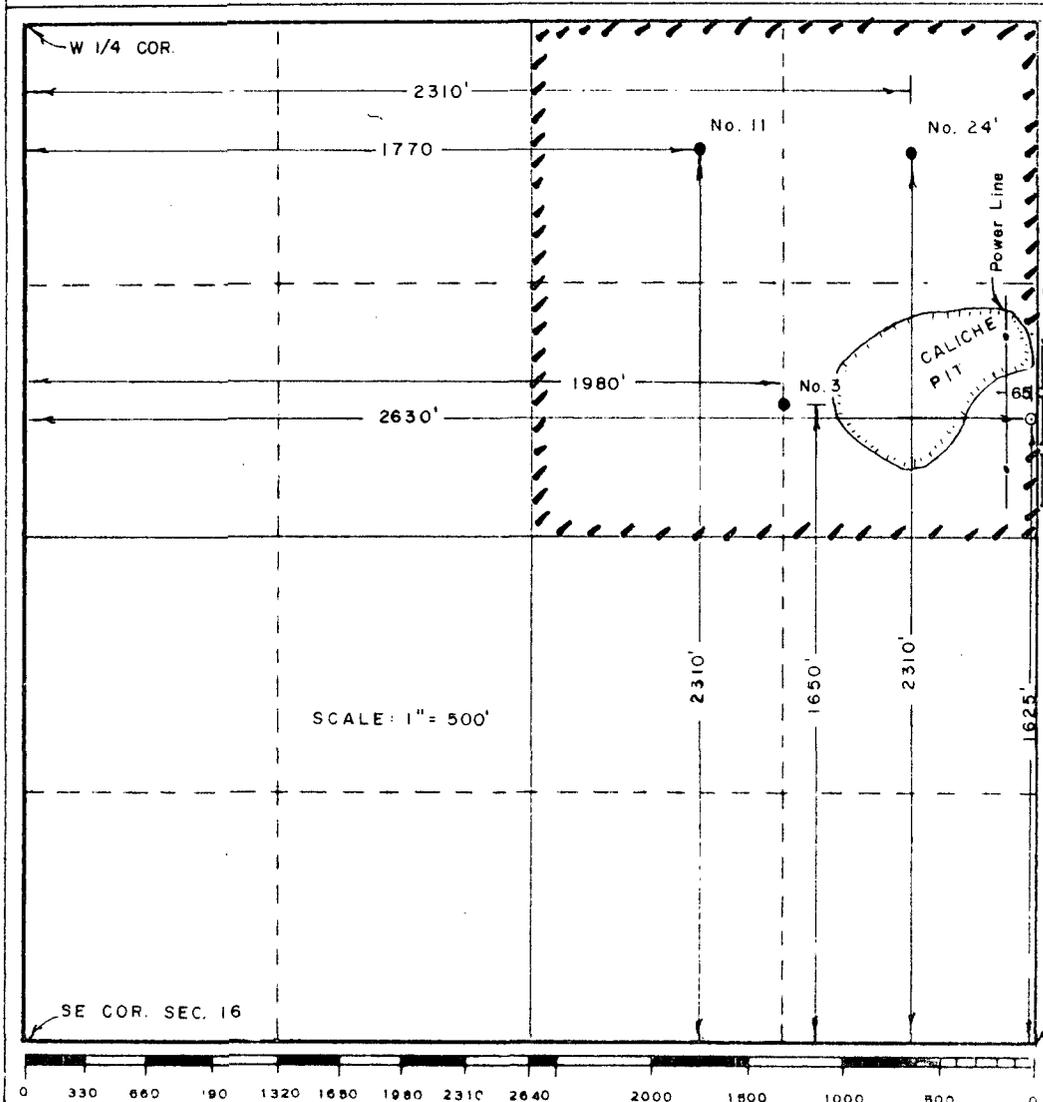
Operator <b>TEXAS AMERICAN OIL CORPORATION</b>		Lease <b>Etz-State</b>			Well No. <b>26</b>
Unit Letter <b>K</b>	Section <b>16</b>	Township <b>17 South</b>	Range <b>30 East</b>	County <b>Eddy</b>	
Actual Footage Location of Well: <b>1625</b> feet from the <b>south</b> line and <b>2630</b> feet from the <b>west</b> line.					
Ground Level Elev. <b>3674.6</b>	Producing Formation <b>Q-GB</b>		Pool <b>Grayburg Jackson</b>	Dedicated Acreage <b>40</b>	

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

Yes  No If answer is "yes" type of consolidation \_\_\_\_\_

If answer is "no," list the owners and tract descriptions which have actually been consolidated (Use reverse side of this form if necessary.) \_\_\_\_\_

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

*J. Schmidt*  
Engineer  
Texas American Oil Corp  
Date  
**9-17-75**

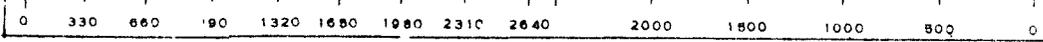
I hereby certify that the information shown on this plat was plotted from notes of actual surveys made under my supervision and that the same is true and correct to the best of my knowledge and belief.

**REG. PROF. ENGINEER & LAND SURVEYOR**  
STATE OF NEW MEXICO  
JOHN W. WEST  
375

Date Surveyed  
**Sept. 16, 1975**

Registered Professional Engineer and Land Surveyor

SE 1/4 COR.  
*J. Schmidt*  
Certification No. **676**



WAIVER OF OBJECTION

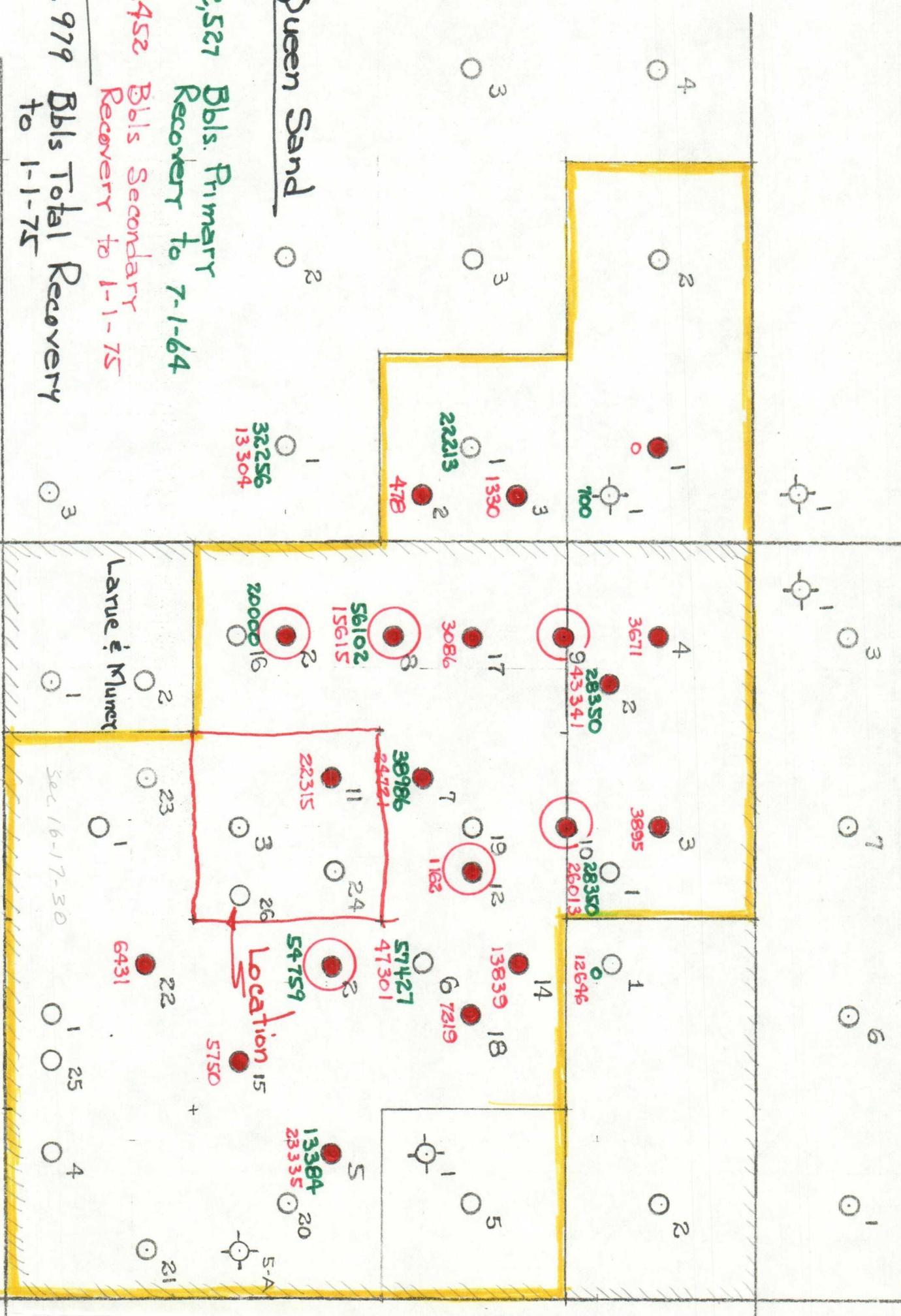
We have received notice of Texas American Oil Corporation's plans to drill Etz State, Well No. 26, 1625' FSL & 2630' FWL, Section 16, T-17-S, R-30-E, Grayburg Jackson Field, Eddy County, New Mexico. This well location is unorthodox due to topographical conditions.

C. E. Larue and B. N. Muncy, Jr., an operator of the southwest offset proration unit, has no objection to this well.

---

*B. N. Muncy, Jr.*  
C. E. Larue & B. N. Muncy, Jr.  
September 17, 1975

Texas American Oil Corp. Leases. Outlined in Yellow.



Queen Sand

352,527 Bbls. Primary Recovery to 7-1-64

275,452 Bbls Secondary Recovery to 1-1-75

627,979 Bbls Total Recovery to 1-1-75

Larue & Muney

Sec 16-17-30

32256  
13304

22213  
1330  
478

700

20000  
56102  
15615

30816

3671  
28350  
943341

3895

36986  
24721  
22315

1162

28350  
26013

12646

54759  
47301

13839  
67219

5750

13384  
28335

5-A