



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION



BRUCE KING  
GOVERNOR

November 23, 1992

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87504  
(505) 827-5800

ANITA LOCKWOOD  
CABINET SECRETARY

Texaco Exploration and Production  
Attention: Ted A. Tipton  
3300 N. Butler  
Farmington, NM 87401

*Administrative Order NSL-3202*

Dear Mr. Tipton:

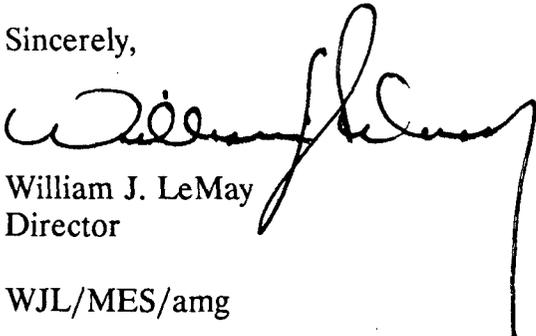
Reference is made to your application dated October 8, 1992 for a non-standard Armenta-Gallup oil well location for your existing Keys Com Well No. 1 which was drilled in 1963 to a total depth of 6489 feet and completed in the Basin-Dakota Pool at a standard gas well location 1120 feet from the South line and 1680 feet from the West line (Unit N) of Section 32, Township 29 North, Range 10 West, NMPM, San Juan County, New Mexico.

It is my understanding that the Basin-Dakota zone is to be dually completed with the Armenta-Gallup Oil Pool, and pursuant to General Rule 104.C(1), said location is considered to be unorthodox.

By the authority granted me under the provisions of General Rule 104.F(1), the above-described unorthodox oil well location is hereby approved. Further, the SE/4 SW/4 of said Section 32 shall be dedicated to said well forming a standard 40-acre oil spacing and proration unit for said pool.

Also, Texaco Exploration and Production Inc. shall comply with all other Division Rules pertaining to the dual completion of said wellbore.

Sincerely,

  
William J. LeMay  
Director

WJL/MES/amg

cc: Oil Conservation Division - Aztec