



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

June 25, 1996

Texaco Exploration and Production Inc.
P. O. Box 3109
Midland, Texas 79702
Attention: C. W. Howard

AMENDED
Administrative Order NSL-3625

Dear Mr. Howard:

Reference is made to your application dated May 20, 1996 to amend Division Administrative Order NSL-3625, dated February 6, 1996, which authorized Texaco Exploration and Production Inc. to drill the G. L. Erwin "B" Federal NCT-2 Well No. 8 at an unorthodox oil well location in the Justis-Blinbry, Justis Tubb-Drinkard, and North Justis-McKee Pools 1550 feet from the South line and 700 feet from the East line (Unit I) of Section 35, Township 24 South, Range 37 East, NMPM, Lea County, New Mexico. The standard 40-acre oil spacing and proration unit comprising the NE/4 SE/4 of said Section 35 to be dedicated to said well.

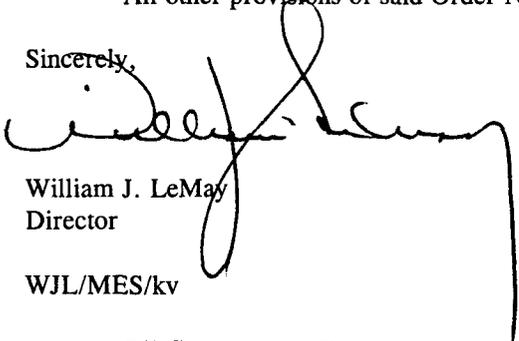
It is our understanding that the North Justis McKee interval tested "non-productive" and that Texaco is requesting the North Justis-Fusselman Pool be included in the provisions of said Order NSL-3625 at this time.

This amendment has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division"), revised by Division Order No. R-10533, issued by the Oil Conservation Commission in Case 11,351 on January 18, 1996.

By the authority granted me under the provisions of Division General Rule 104.F(2), the aforementioned unorthodox oil well location is also approved for the North Justis-Fusselman Pool.

All other provisions of said Order NSL-3625 shall remain in full force and effect until further notice.

Sincerely,


William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs
US Bureau of Land Management - Carlsbad
File: NSL-3625 ✓