



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

January 22, 1997

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

Administrative Order NSL-3625-A

Dear Mr. Howard:

Reference is made to your application dated December 18, 1996 of an unorthodox oil well location for both the Justis-Blinebry and Justis-Tubb Drinkard Pools for Texaco's proposed G. L. Erwin "B" Federal NCT-2 Well No. 10 to be drilled 2450 feet from the South line and 1225 feet from the East line (Unit 1) of Section 35, Township 24 South, Range 37 East, NMPM, Lea County, New Mexico.

Said well is to be included in the existing standard 40-acre oil spacing and proration unit comprising the NE/4 SE/4 of said Section 35, which is currently dedicated in both the Justis-Blinebry and Justis-Tubb Drinkard Pools to Texaco's G. L. Erwin "B" Federal NCT-2 Well No. 8 (API No. 30-025-33290), located at an unorthodox oil well location (approved by Amended Division Administrative Order NSL-3625, dated June 25, 1996) 1550 feet from the South line and 700 feet from the East line of said Section 35.

The application 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 above-described unorthodox oil well location is hereby approved.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay".

William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs
U. S. Bureau of Land Management - Carlsbad
File: NSL-3625 /