

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

March 21, 1996

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

Administrative Order SD-96-4

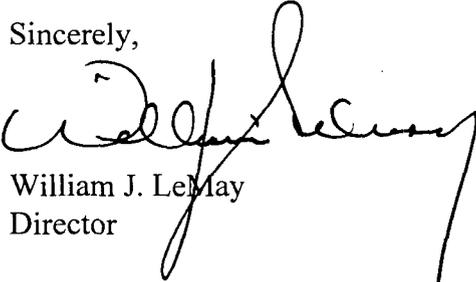
Dear Mr. Howard:

Reference is made to your application dated March 20, 1996. Texaco Exploration & Production, Inc. ("Texaco") is hereby authorized to simultaneously dedicate Eumont Gas Pool production to the previously approved non-standard 320-acre gas spacing and proration unit ("GPU") comprising the **SE/4 SW/4**, **NE/4 SE/4** and **S/2 SE/4** of Section 23, the **W/2 NW/4** of Section 25, and the **E/2 NE/4** of Section 26, all in Township 19 South, Range 36 East, NMPM, Lea County, New Mexico (Division Order No. R-539-A, dated January 9, 1990) from the following four wells:

- the existing William Weir Well No. 1 (**API No. 30-025-04067**) located at a previously approved unorthodox gas well location (also authorized by said Order No. R-539-A) 1980 feet from the North line and 660 feet from the West line (Unit E) of said Section 25;
- the existing William Weir Well No. 2 (**API No. 30-025-04042**) located at a previously approved unorthodox gas well location (also authorized by said Order No. R-539-A) 660 feet from the South line and 1980 feet from the West line (Unit N) of said Section 23;
- the existing William Weir Well No. 5 (**API No. 30-025-30818**) located at a standard Eumont gas well location 660 feet from the South and East lines (Unit P) of said Section 23; and,
- from the proposed William Weir Well No. 6 to be drilled at a standard Eumont gas well location 660 feet from the North and East lines (Unit A) of said Section 26.

Further, Texaco is permitted to produce the allowable assigned said non-standard 320-acre GPU from all four wells in any proportion.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay". The signature is written in a cursive style with a large initial "W" and a long, sweeping underline.

William J. LeMay
Director

WJL/MES

cc: Oil Conservation Division - Hobbs