



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

GARREY CARRUTHERS
GOVERNOR

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

January 2, 1990

Texaco Producing, Inc.
P.O. Box 3109
Midland, TX 79702

Attention: C.P. Basham

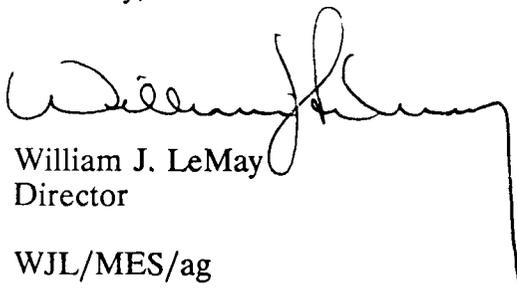
Administrative Order NSL-2744

Dear Mr. Basham:

Reference is made to your application of December 11, 1989 for a non-standard oil well location to permit the completion of an efficient production/injection pattern within an active secondary recovery project for your Vacuum Grayburg San Andres Unit Well No. 138 to be located 1980 feet from the North line and 2583 feet from the West line (Unit F) of Section 2, Township 18 South, Range 34 East, NMPM, Vacuum Grayburg San Andres Pool, Vacuum Grayburg San Andres Pressure Maintenance Project Area, Lea County, New Mexico. Said well to be dedicated to the existing standard 40-acre oil spacing and proration unit comprising the SE/4 NW/4 of said Section 2.

By the authority granted me under the provisions of General Rule 104 F(I), the above-described unorthodox oil well location is hereby approved.

Sincerely,



William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs
NM State Land Office - Santa Fe