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

May 15, 1990

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

Attention: C.P. Basham

Administrative Order NSL-2794

Dear Mr. Basham:

Reference is made to your application of March 23, 1990 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. 146 to be located 1325 feet from the North line and 1980 feet from the East line (Unit B) of Irregular 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 40.83-acre oil spacing and proration unit comprising Lot 2 of said Section 2.

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

Sincerely. Korthy by David Catant William J. LeMay Director

WJL/MES/ag

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