



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

August 28, 1990

Texaco Producing, Inc.
c/o Campbell & Black, P.A.
P.O. Box 2208
Santa Fe, NM 87504-2208

Attention: William F. Carr

Administrative Order NSL-2854

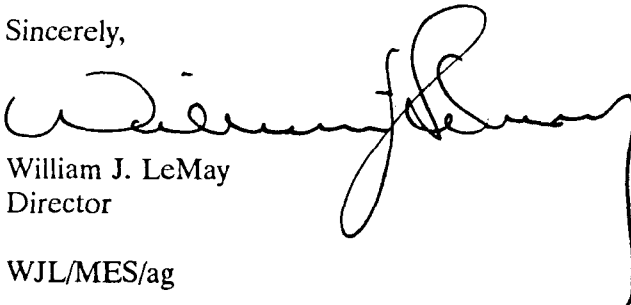
Dear Mr. Carr:

Reference is made to your application dated August 6, 1990, for a non-standard oil well location for your existing New Mexico "AB" State TN Well No. 9 which was drilled in December, 1987 and tested the Upper Pennsylvanian and Wolfcamp formations at a standard oil well location 538 feet from the South line and 818 feet from the East line (Unit P) of Section 6, Township 18 South, Range 35 East, NMPM, Lea County, New Mexico.

It is my understanding that the lower zone will be properly plugged back and said well will be recompleted to the Vacuum Abo Reef Pool, which pursuant to the General Rule 104.C.I. is unorthodox. Further, said well is to be simultaneously dedicated to the existing standard 40-acre oil spacing and proration unit comprising the SE/4 SE/4 of said Section 6, which is presently dedicated to the New Mexico "AB" State Well No. 2 located at a standard oil well location 660 feet from the South line and 560 feet from the East line of said Section 6.

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