STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

June 25, 1993

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

Texaco Exploration and Production, Inc. P.O. Box 3109
Midland, TX 79702

Attention: C.P. Basham

Administrative Order NSL-3265

Dear Mr. Basham:

Reference is made to your application dated June 7, 1993 for a non-standard oil well location for the purpose of completing an efficient production/injection pattern within the Skelly West Dollarhide Drinkard Waterflood Project Area, established by Division Order No. R-3768, dated May 28, 1969.

It is our understanding that the proposed West Dollarhide Drinkard Unit Well No. 129 is to be drilled 1420 feet from the North line and 1250 feet from the East line (Unit H) of Section 32, Township 24 South, Range 38 East, NMPM, Dollarhide Tubb-Drinkard Pool, West Dollarhide Drinkard Area, Lea County, New Mexico.

The SE/4 NE/4 of said Section 32 shall be dedicated to said well forming a standard 40-acre oil spacing and proration unit.

By the authority granted me under the provisions of General Rule 104 F(1), the above-described unorthodox oil well location is hereby approved.

Sincerely,

William J. Lel

Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs

US Bureau of Land Management - Carlsbad