



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



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

July 8, 1993

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

Texaco Exploration and Production, Inc.
Attention: C.P. Basham
P.O. Box 3109
Midland, TX 79702

Administrative Order NSL-3275

Dear Mr. Basham:

Reference is made to your application dated June 10, 1993 for a non-standard oil well location for the purpose of completing an efficient production/injection pattern within the Texaco Rhodes "B" Federal Waterflood Project Area, established by Division Order No. R-2748, dated July 29, 1964.

It is our understanding that the proposed W.H. Rhodes Federal "B" NCT-1 Well No. 31 is to be drilled 1165 feet from the South line and 2629 feet from the East line (Unit O) of Section 26, Township 26 South, Range 37 East, NMPM, Rhodes Yates-Seven Rivers Pool, Lea County, New Mexico.

Said well to be dedicated to the existing standard 40-acre oil spacing and proration unit comprising the SW/4 SE/4 of said Section 26, which is currently dedicated to the W.H. Rhodes Federal "B" NCT-1 Well No. 12, located at a standard oil well location 660 feet from the South line and 1980 feet from the East line of said Section 26.

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
US Bureau of Land Management - Carlsbad