



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

April 1, 1997

Texaco Exploration and Production, Inc.
c/o Campbell, Carr, Berge & Sheridan, P.A.
P.O. Box 2208
Santa Fe, New Mexico 87504-2208
Attention: William F. Carr

Administrative Order NSL-3783

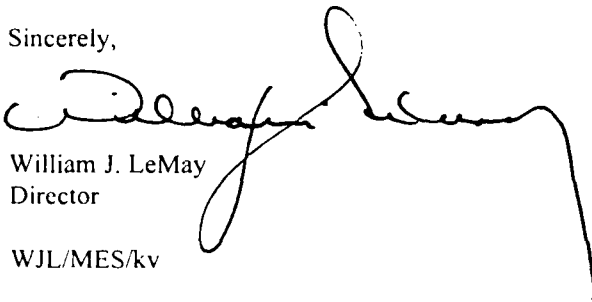
Dear Mr. Carr:

Reference is made to your application dated February 26, 1997 on behalf of the operator, Texaco Exploration and Production, Inc. for an unorthodox oil well location for the Blinebry Oil and Gas Pool, the Tubb Oil and Gas Pool, and the South Brunson-Drinkard Abo Pool for the proposed A. H. Blinebry Federal NCT-1 Well No. 48. Said well to be drilled 1330 feet from the North line and 1155 feet from the West line (Unit E) of Section 29, Township 22 South, Range 38 East, NMPM, Lea County, New Mexico. It is our understanding that this well is to be a multiple completion in all three zones.

The existing standard 40-acre oil spacing and proration unit in both the Blinebry Oil and Gas Pool and South Brunson-Drinkard Abo Pool comprising the SW/4 NW/4 of said Section 29, which is presently dedicated to the A. H. Blinebry Federal NCT-1 Well No. 13 (API No. 30-025-12156), located at a standard oil well location 2310 feet from the North line and 330 feet from the West line (Unit E) of said Section 29, and said 40-acre tract to form a standard 40-acre oil spacing and proration unit in the Tubb Oil and Gas Pool, are to be dedicated to said well.

By authority granted me under the provisions of **Rule 2(d)** of the "General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Blinebry Oil and Gas Pool/Special Rules and Regulations for the Tubb Oil and Gas Pool", as promulgated by Division Order No. R-8170, as amended, and **Rule 104.F(2)** of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division"), revised by Division Order No. R-10533, issued by the Oil Conservation Commission in Case 11,351 on January 18, 1996., the above-described unorthodox oil well location is hereby approved.

Sincerely,



William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs
U. S. Bureau of Land Management - Carlsbad