STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

October 17, 1995

Texaco Exploration and Production, Inc. P.O. Box 730
Hobbs. New Mexico 88241-0730

Attention: Darlene de Aragao

Administrative Order NSP-1745(L)

Dear Ms. de Aragao:

Reference is made to your application dated July 13, 1995 for a 160-acre non-standard gas spacing and proration unit consisting of the following acreage in the Justis (Glorieta) Gas Pool:

LEA COUNTY, NEW MEXICO TOWNSHIP 25 SOUTH, RANGE 37 EAST, NMPM Section 2: S/2 NW/4 and N/2 SW/4

It is my understanding that this unit is to be dedicated to your existing State "L" Well No. 3 (API No. 30-025-11417), located at an unorthodox gas well location for the aforementioned unit 1656 feet from the North line and 2310 feet from the West line (Unit F) of said Section 2.

By authority granted me under the provisions of Rules 2(c) and 2(a)4 of the "General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Justis (Glorieta) Gas Pool", as promulgated by Division Order No. R-8170, as amended, the above-described unorthodox gas well location is hereby approved, further Texaco is hereby authorized to operate the above-described non-standard gas spacing and proration unit, with allowable assigned thereto in accordance with Rule 5 of said special pool rules based upon the unit size of 160 acres.

Sincerely,

William J. Lel

Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs

New Mexico State Land Office - Santa Fe