

Cases Nos. 9148 and 9158
Order No. R-8491

IT IS THEREFORE ORDERED THAT:

8-12-87

(1) The application of Texaco Producing Inc. in Case 9148 is hereby denied, inasmuch as this location can be feasibly and economically drilled by a directional well from an existing well site.

(2) The application of Texaco Producing Inc. in Case 9158 is hereby approved and the drilling of the Forty Niner Ridge Unit Well No. 3 to the Delaware formation at a location 2310 feet from the North line and 1980 feet from the West line of Section 16, Township 23 South, Range 30 East, NMPM Eddy County, New Mexico, is hereby authorized.

(3) The deep well provisions of Order R-111-A are to be complied with in all respects so as to protect potash reserves in the nearby area.

(4) Western-AG Potash Co is authorized to have a representative on location to observe all drilling, casing and cementing operations involved in setting the salt protection string of casing.

(5) After the well is drilled and until it is plugged and abandoned in conformance with a Division-approved plugging procedure, the potash lessee or other party having the right to mine potash in said Section 16 shall refrain from mining closer than 100 feet to said well and, further, shall refrain from secondary mining nearer than 1200 feet from said well.

(6) Oil and gas lessee and potash lessee shall each notify the other of any circumstances which comes to his attention which could conceivably endanger or have any adverse effect on the operations of the other.

(7) Failure to drill the well herein authorized within one year from the date of this order shall cause the order to become void and of no further effect unless said failure to drill is due to suspension of the permit hereby granted by legal authority other than this Commission.

(8) Jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

DDRID 186468

PROP 26515

POOI 24750

1-19-88
Microlog
3496-6402
Computer analyzed log
5000-6372
dual induction log
3496-6403
Spectral density dual
Spaced neutron
Surface -6402

11-26-85
TALKED TO RLS - SF - APPARENTLY,
POTASH PROD & E.M.C. - have belatedly
objected TO THIS LOCATION & APPLICATION
LAC

<u>Tops NC DGM 2/19/88</u>	
Salado	335
Delaware	3497

30-015-25454
FORTY NINER RIDGE UT #3 UT.F SE NW
16-23S-30E