



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

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

October 15, 1987

Texaco, USA
P.O. Box 728
Hobbs, NM 88240

Attention: L.J. Seeman,
District Petroleum Engineer

Administrative Order NSL-2414 (SD)

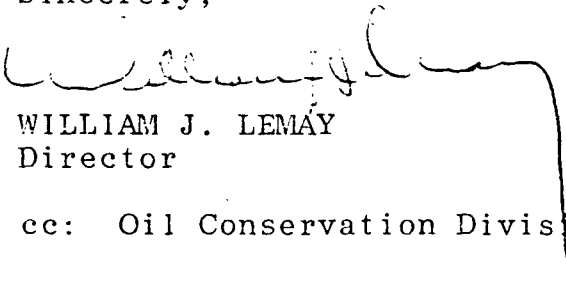
Dear Mr. Seeman:

Per your application dated August 26, 1987, Texaco Producing, Inc. is hereby authorized to simultaneously dedicate an existing 240-acre non-standard gas spacing and proration unit in the Blinebry Oil and Gas Pool (authorized by Division Order No. R-590-A, dated April 20, 1955) comprising the SW/4 and the W/2 SE/4 of Section 10, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico to the Baker "B" Well No. 8 located at an unorthodox gas well location 2130 feet from the South line and 1980 feet from the West line (Unit K) of said Section 10 and the Baker "B" Well No. 15 located 1830 feet from the South line and 2130 feet from the East line (Unit J) of said Section 10.

By authority granted me under the provision of Rule 2(c) of Division Order No. R-8170, as amended, the above-described unorthodox gas well location is hereby approved.

Further, you are hereby permitted to produce the gas allowable from both of the wells on the unorthodox proration unit in any proportion.

Sincerely,


WILLIAM J. LEMAY
Director

cc: Oil Conservation Division - Hobbs