STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

January 15, 1997

Texaco Exploration and Production, Inc. P.O. Box 3109 Midland, Texas 79702 Attention: C. Wade Howard

Administrative Order NSL-3756

Dear Mr. Howard:

Reference is made to your application dated December 12, 1996 for an unorthodox oil well location for both the South Brunson-Drinkard Abo Pool and the Tubb Oil and Gas Pool for the proposed A. H. Blinebry Federal NCT-1 Well No. 50. Said well to be drilled 1330 feet from the South and West lines (Unit K) of Section 20, Township 22 South, Range 38 East, NMPM, Lea County, New Mexico. It is our understanding that this well is to be dually completed in both zones.

The existing standard 40-acre oil spacing and proration unit in the South Brunson-Drinkard Abo Pool comprising the NE/4 SW/4 of said Section 20, which is presently dedicated to the A. H. Blinebry Federal NCT-1 Well No. 22 (API No. 30-025-21050), located at a standard oil well location 1980 feet from the South and West lines (Unit K) of said Section 20, 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 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. Le la٦

Director WJL/MES/kv

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