

OIL CONSERVATION DIVISION

July 31, 1995

Texaco Exploration and Production, Inc.
Attn: Darrell J. Carriger
P. O. Box 730
Hobbs, New Mexico 88241-0730

Re: *Administrative Application for the creation of a non-standard 160-acre gas spacing and proration unit; State "S" Well No. 4 (API No. 30-025-06611) located 660'FNL - 2080'FWL (Unit C) of Section 15, Township 21 South, Range 37 East, NMPM, Hare-San Andres Gas Pool, Lea County, New Mexico.*

Dear Mr. Carriger:

It has been determined subsequent to our initial evaluation of your application dated July 11, 1995 (received by the Division on July 14, 1995) that the provisions governing the Hare-San Andres Gas Pool does not permit the Division to process the subject application administratively since the proposed acreage dedication (to comprise the N/2 N/2 of said Section 15) crosses over into two quarter sections, see Division General Rule 104.D(2)(a)(ii).

This application will be placed on the next available Examiners Hearing docket scheduled for August 24, 1995. Further, you as applicant must provide adequate notice of this matter pursuant to all applicable provisions of Division General Rule 1207.A(6).

Sincerely,



Michael E. Stogner
Chief Hearing Examiner/Engineer

cc: Oil Conservation Division - Hobbs
New Mexico State Land Office - Santa Fe
William J. LeMay, Director - OCD, Santa Fe