

RECOMMENDED PENALTY

BASIS: VARIANCE FROM STANDARD SETBACK

$$\frac{\text{EAST-WEST VARIANCE}}{\text{EAST-WEST STANDAND}} = \text{PENALTY}$$

$$\frac{(330 - 40)}{330} = 0.88$$

PENALTY = 88%

BEFORE THE
OIL CONSERVATION DIVISION
Santa Fe, New Mexico

Case No. 11912 Exhibit No. 5

Submitted by: Texaco Exploration and
Production Inc.

Hearing Date: January 22, 1998