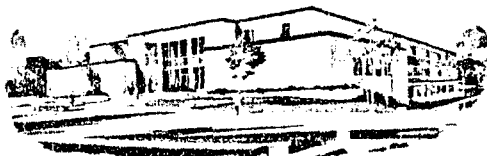


State of New Mexico

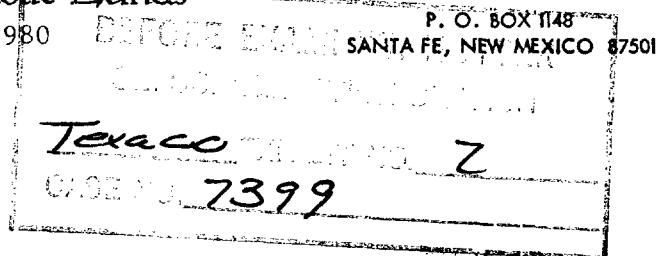


Commissioner of Public Lands

October 16, 1980

ALEX J. ARMIJO
COMMISSIONER

Texaco, Inc.
P. O. Box 3109
Midland, Texas 79702



Re: PROPOSED-

293155 — NORTH VACUUM ABO WEST UNIT
LEA COUNTY, NEW MEXICO

OCT 21 1980

ATTENTION: Mr. Robert E. Davis

AND DEPT.

Gentlemen:

This office has reviewed the unexecuted copy of Unit Agreement for the North Vacuum Abo West Unit, Lea County, New Mexico. The form of agreement meets with the requirements of the Commissioner of Public Lands, therefore, we have given you approval as to form and content.

Mr. Davis was advised of the few changes in the agreement and are as follows:

Page 1, use 1978 Statutes, and additional paragraph on the Oil Conservation Division's authority to approve the agreement.

Page 6, under Section 12, 24th. line from the top, insert the word Division.Unit Operator shall furnish the Commissioner and the Division monthly injection.....

On the 25th. line, same paragraph, insert the word Division.The Working Interest Owners and the Commissioner and the Division shall be furnished-.

Page 6 Insert the following paragraph at the end of Section 12.
" The initial plan of operation shall be filed with the Commissioner and the Division concurrently with the filing of this Unit Agreement for final approval. Reasonable diligence shall be exercised in complying with the obligations of said plan of operation".

Page 13, Leave out all of Section 35, "CONFLICT OF SUPERVISION.

When submitting your agreement for final approval the following are required by this office:

Texaco, Inc.
October 16, 1980
Page 2.

1. Application for final approval stating Tracts Committed and Tracts not committed.
2. Two copies of the Unit Agreement- final Exhibits "A" and "B".
3. One Executed Copy of Operating Agreement.
4. All ratifications from Lessees of Record and Working Interest Owners.
5. Order of the Oil Conservation Division
6. Initial Plan of Operation
7. Re-designation of well names and numbers
8. Filing Fee in the amount of \$35.00 Dollars.

Very truly yours,

ALEX J. ARMIJO
COMMISSIONER OF PUBLIC LANDS

BY: *Ray D. Graham*

RAY D. GRAHAM, Director
Oil and Gas Division
AC 505-827-2748

AJA/RDG/s

CC: RDT (SES) from EHW (RDT) 10-21-80