



Texaco Exploration and Production Inc.
Midland Producing Division

500 N. Loraine
Midland TX 79701

P. O. Box 1980
Hobbs NM 88240

June 5, 1995

GOV - STATE AND LOCAL GOVERNMENTS
NON-STANDARD GAS PRORATION UNIT

Eumont "16'" State Com Well No. 1
Eumont Yates 7 Rivers Queen (Pro Gas) Field
Lea County, New Mexico

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
2040 South Pacheco
Santa Fe, New Mexico 87505

Attention: Mr. Michael E. Stogner

Gentlemen:

An Exception, by administrative approval, to Rule 104, D. II. is requested for the captioned well. This well is located 660' FSL & 660' FWL, Unit Letter "M", of Section 16, T-19-S, R-37-E.

This well must be drilled in this location to ensure proper development of the field. Wells drilled previously on Non-Standard Gas Proration Units in this field have proven to be viable wells. It will be completed in the Penrose formation.

The offset operators of this lease have been notified of this request. Texaco grants itself a waiver to this request. Attached is Form C-102 and the offset operator's list with proof of notification. Any questions concerning this request should be directed to me at (915) 688-4606.

Yours very truly,

C. Wade Howard

C. W. Howard
Engineer's Assistant

CWH:cwh

Attachment

cc: NMOCD, P. O. Box 1980, Hobbs, NM 88240

RECEIVED

JUN 26 1995

U.S. DEPT. OF JUSTICE
OFFICE OF THE ATTORNEY GENERAL