CARREY CARRUTHERS

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

July 6, 1988

POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88241-1980 (505) 393-6161

NSL-25.57 Verbal 7-28.88 David

Chevron USA Inc. P.O. Box 670 Hobbs, NM 88240

Attn: L.K. Elmore

Re: Centr

Central Drinkard Unit #433-L

Section 29, T21S, R37E

Gentlemen:

We have received your application for permit to drill the above-referenced well. The location 1600/S and 1100/W is unorthodox and will require approval from our Santa Fe office. Since this is a waterflood project you should be able to get the NSL approved administratively.

Should you have further questions, please contact this office.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton Supervisor, District I

JS/ed