STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

DRUG FREE

BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

April 27, 1994

Texaco Exploration & Production Inc. P. O. Box 730 Hobbs, New Mexico 88241-0730

Attention: T. L. Frazier

Dear Mr. Frazier:

Pursuant to the terms of Division Order No. WFX-655 dated February 21, 1994, Texaco was required to re-enter and re-plug the Krupp & Flaherty Moberly Well No. 1 located in Unit J of Section 21, Township 26 South, Range 37 East, NMPM, Lea County, New Mexico, prior to commencing injection operations into its Rhodes Yates Unit Well No. 1, also located in said Section 21. The re-plugging of this well was deemed necessary inasmuch as no plugging report showing the details of plugging could be found.

We have received the plugging report on the aforesaid Moberly Well No. 1 that Texaco obtained from the Bureau of Land Management. Upon review of the plugging report, it has been determined that replugging of this well is not necessary.

Texaco is hereby relieved of the requirement contained within Division Order No. WFX-655 to re-enter and re-plug the Krupp and Flaherty Moberly Well No. 1 as described above. All other provisions contained within Division Order No. WFX-655 shall remain in full force and effect.

Sincerely William J. LeMay Director

xc: OCD-Hobbs File-WFX-655