

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

July 6, 2000

Lori Wrotenbery
Director
Oil Conservation Division

Apache Corporation 2000 Post Oak Boulevard - Suite 100 Houston, Texas 77056-4400 Attention: Debra J. Anderson

Administrative Order NSP-1823(L) (SD)

Dear Ms. Anderson:

Reference is made to the following: (i) your application dated June 13, 2000; and (ii) the records of the New Mexico Oil Conservation Division ("Division") in Santa Fe: all concerning Apache Corporation's request for a 120-acre non-standard gas spacing and proration unit consisting of the following acreage in the Blinebry Oil and Gas Pool:

LEA COUNTY, NEW MEXICO TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM Section 34: N/2 SW/4.

This unit is to be simultaneously dedicated to the following described wells:

- (1) Owen "B" Well No. 4 (API No. 30-025-06999), located at a standard gas well location 660 feet from the South line and 1980 feet from the West line (Unit N) of Section 34; and
- (2) Owen "B" Well No. 6 (API No. 30-025-34321), located at an unorthodox gas well location 1980 feet from the South line and 2180 feet from the West line (Unit K) of Section 34.

By authority granted me under the provisions of Rule 2(d) of the "Special Rules and Regulations for the Blinebry Oil and Gas Pool" as promulgated by Division Order No. R-8170, as amended, the above-described 120-acre non-standard gas spacing and proration unit and unorthodox Blinebry gas well location for the Owen "B" Wells No. 6 is hereby approved.

This newly established 120-acre GPU is to be simultaneously dedicated to the above-described Owen "B" Wells No. 4 and 6, with allowable assigned thereto in accordance with Rule 5 of the special Blinebry Oil and Gas Pool rules based upon the unit size of 120 acres.

Sincerely,

Lori Wrotenbery

Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs

File: NSL-4304