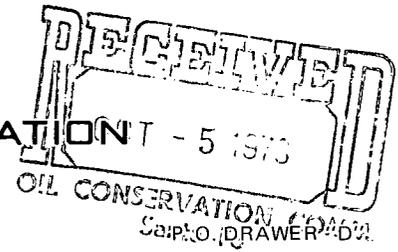


AMERADA HESS CORPORATION

October 1, 1973



MONUMENT, NEW MEXICO 88265

NSP-932
Rec Nov. 5
104 D II

New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Application of Amerada Hess Corporation for Administrative approval of an 80 acre nonstandard gas proration unit.

Gentlemen:

Amerada Hess Corporation requests that an 80 acre nonstandard gas proration unit consisting of the E/2-SE/4, Sec. 10, T-22-S, R-37-E, Lea County, New Mexico be assigned to the A. B. Baker Well No. 4.

880' FSL & 880' FEL 10-22S-37E

The requested nonstandard proration unit is currently assigned to the Amerada Hess Corporation's A. B. Baker Well No. 3 located in Unit I, Sec. 10, T-22-S, R-37-E, as per commission order No. NSP-491. A. B. Baker Well No. 3, Blinebry Zone will be plugged and abandoned when Well No. 4 is completed.

The following offset operators have been furnished a copy of this application.

John H. Hendrix	403 Wall Towers West	Midland, Texas
Marathon Oil Co.	P. O. Box 2409	Hobbs, New Mexico
Gulf Oil Corp.	P. O. Box 670	Hobbs, New Mexico
Skelly Oil Co.	P. O. Box 1351	Midland, Texas
Texas-Pacific	P. O. Box 1069	Hobbs, New Mexico

Form C-102 and a plat of the wells in the area is attached.

Yours very truly,

W.C. Henderson
W. C. Henderson
Area Superintendent

WCH: jm

Blinebry Gas Pool

cc: J. I. Johnson

Acceage dedicated to Well No 4 with stipulation that well No. 3 is to be plugged upon completion of #4.

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

DEFECTIVE
OCT - 5 1973
CONSERVATION
Santa Fe

Form C-102
Supersedes C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

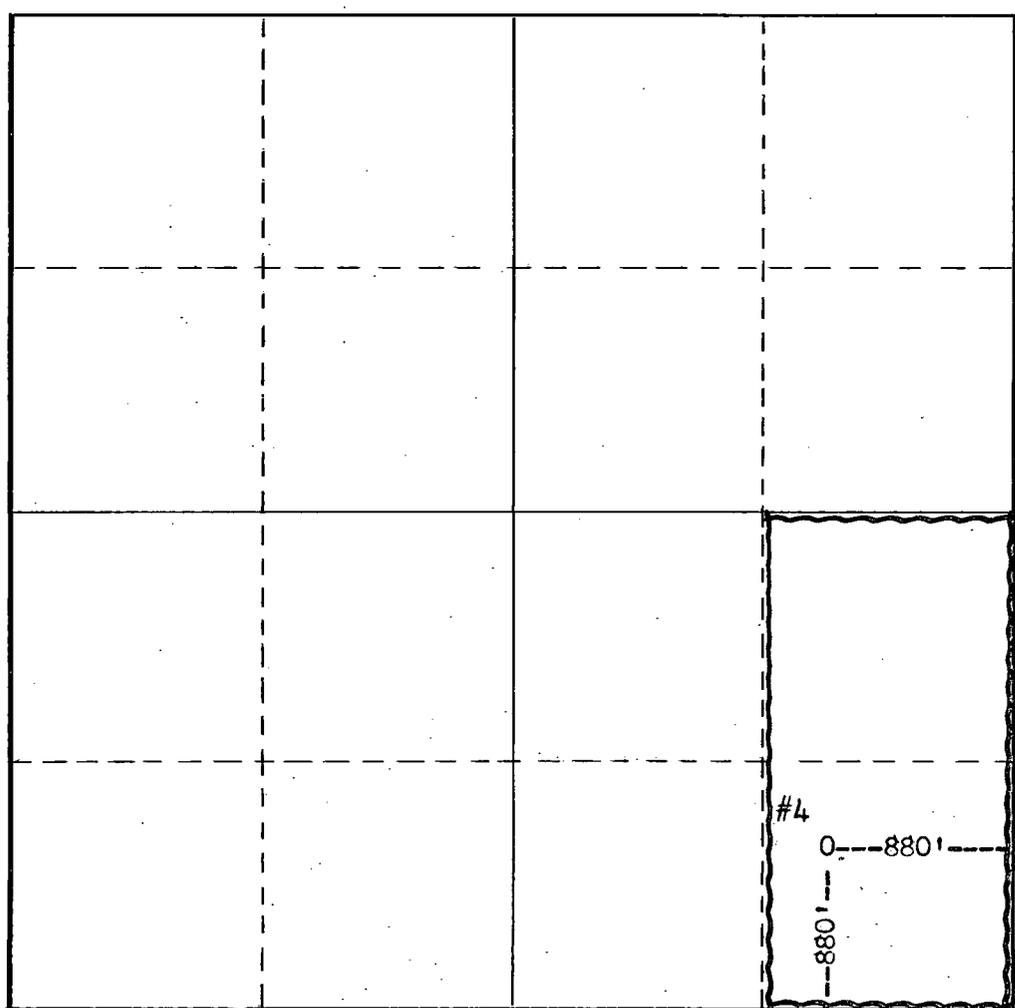
Operator Amerada Hess Corporation		Lease A.B. Baker		Well No. 4	
Unit Letter P	Section 10	Township 22-S	Range 37-E	County Lea	
Actual Footage Location of Well: 880 feet from the South line and 880 feet from the East line					
Ground Level Elev: 3387' DF	Producing Formation Blinebry	Pool Blinebry Gas	Dedicated Acreage: 80 Acres		

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

Yes No If answer is "yes," type of consolidation _____

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Name
W.A. Henderson

Position
Area Superintendent

Company
Amerada Hess Corporation

Date
October 2, 1973

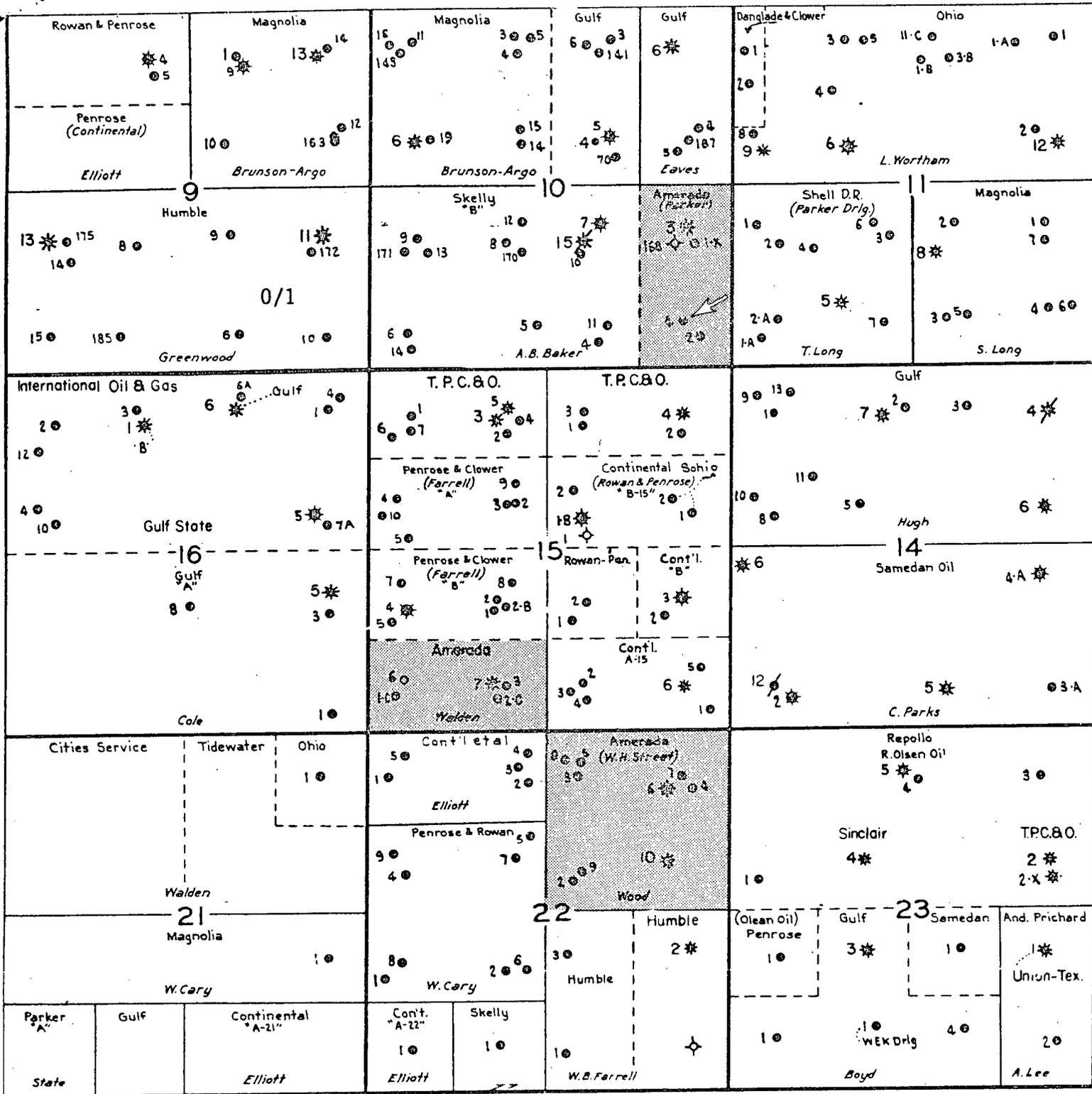
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed

Registered Professional Engineer and/or Land Surveyor

Certificate No.





EUNICE FIELD
Lea Co., New Mexico

BLINEBRY OIL

Scale: 1" = 2000'

A. B. BAKER LEASE

NSP 12/2/96

FAX (915) 686-0302

COLLINS & WARE, INC.

508 WEST WALL AVENUE, SUITE 1200

MIDLAND, TEXAS 79701-5076

(915) 687-3435

October 31, 1996

Bill LeMay
State Of New Mexico
Oil Conservation Division
2040 S. Pacheco Street
Santa Fe, New Mexico 87505-5472

Re: Rule 104 Exception
Non-standard Acreage

Dear Mr. LeMay:

This letter is to request an exception to Rule 104 for non-standard acreage for a gas well.

A. B. Baker Lease

80 acres

NE/4 of SE/4 and SE/4 of SE/4 of Section 10, T-22S, R-37E, Lea County, New Mexico

A. B. Baker Well No. 4

UL P, Sec 10, T-22S, R-37E

Lea County, New Mexico

This lease was purchased from Amerada Hess effective July 1, 1996. The A. B. Baker No. 4 was producing marginally as a downhole commingled Blinebry Oil/Drinkard Oil producer holding a 40 acre proration. We plugged the Drinkard interval and added perforations to the Blinebry. Upon completing the plugback operations, the GOR test of 113,833 indicated a gas well rather than the oil well we had anticipated.

Our plans were to dedicate the the same 40 acres to the Blinebry Oil & Gas Pool that had been dedicated to the commingled Blinebry/Drinkard Pools. Since this well has been classified as a gas well in the Blinebry Oil & Gas (Pro Gas) Pool, 160 acres is required, of which we only have 80.

Collins & Ware, Inc. owns 100% working interest in this lease and does not wish to pool with outside parties to obtain the additional acreage necessary for a 160 acre proration. We therefore request that a non-standard 80 acre proration be assigned by the commission and an allowable reflecting this non-standard acreage be assigned.

COLLINS & WARE, INC.

508 WEST WALL AVENUE, SUITE 1200
MIDLAND, TEXAS 79701-5076

(915) 687-3435

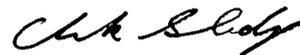
Bill LeMay
October 31, 1996
- Page 2 -

The non-standard spacing unit consists of two quarter-quarter sections (NE/4 and SE/4 of SE/4) contiguous by a common bordering side and lies wholly within a single governmental quarter section (SE/4) as required by Rule 104, plat attached.

A list of affected parties has been attached for your review and a copy of this letter along with a plat and the attached statement have been forwarded to each by certified return receipt mail as notice of this request.

Please let me know if there are any questions or if an additional data is warranted.

Sincerely,



Chuck Sledge
Operations Engineer

ds
enclosures

STATEMENT OF NOTIFICATION

This is to notify recipient that Collins & Ware, Inc. has applied to the New Mexico Oil Conservation Commission for an exception to Rule 104. A copy of this request along with a plat is attached for your review.

If you have any objections to this request, it must be filed in writing within twenty days from the date this notice was sent. If no objections to the non-standard spacing unit are received within 20 days, the Director may approve this non-standard spacing unit administratively.

LIST OF AFFECTED PARTIES

Anadarko Petroleum Corporation
400 W. Illinois
Suite 1300
Midland, Texas 79702

Arch Petroleum, Inc.
10 Desta Drive
Suite 420
Midland, Texas 79705

Chevron USA, Inc.
Box 1150
15 Smith Road
Midland, Texas 79702

J. L. Davis
211 N. Colorado
Midland, Texas 79701

Oryx Energy Company
Box 2880
Dallas, Texas 75221

John H. Hendrix Corporation
Box 3040
Midland, Texas 79702

Texaco Exploration and Production Inc.
Box 3109
Midland, Texas 79702

District I
 PO Box 1980, Hobbs, NM 88241-1980
 District II
 811 South First, Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
 2040 South Pacheco
 Santa Fe, NM 87505

Form C-102
 Revised October 18, 1994
 Instructions on back
 Submit to Appropriate District Office
 State Lease - 4 Copies
 Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number 30-025-10158		2 Pool Code 72480		3 Pool Name Blinebry Oil & Gas (Pro Gas)	
4 Property Code 19149		5 Property Name Baker, AB			6 Well Number 4
7 OGRID No. 004874		8 Operator Name Collins & Ware, Inc.			9 Elevation 3387' DF

10 Surface Location

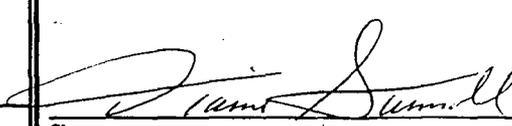
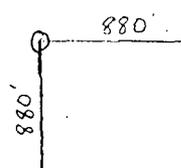
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	10	22S	37E		880	South	880	East	Lea

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

12 Dedicated Acres 80	13 Joint or Infill	14 Consolidation Code	15 Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16				17 OPERATOR CERTIFICATION <i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief</i>  Signature Dianne Sumrall Printed Name Production Supervisor Title October 22, 1996 Date
			160	

CMD :
OG6IWCM

ONGARD
INQUIRE WELL COMPLETIONS

11/20/96 16:17:49
OGOMES -EMFG

API Well No : 30 25 10195 Eff Date : 03-11-1994 WC Status : A
Pool Idn : 6660 BLINEBRY OIL AND GAS (OIL)
OGRID Idn : 22351 TEXACO EXPLORATION & PRODUCTION INC
Prop Idn : 10886 BAKER B

Well No : 015
GL Elevation: 3397

	U/L	Sec	Township	Range	North/South	East/West	Prop/Act (P/A)
B.H. Locn	: J	10	22S	37E	FTG 1830 F S	FTG 2130 F E	A

Lot Identifier:

Dedicated Acre: 240.00

Lease Type : P

Type of consolidation (Comm, Unit, Forced Pooling - C/U/F/O) :

M0025: Enter PF keys to scroll

PF01 HELP	PF02	PF03 EXIT	PF04 GoTo	PF05	PF06
PF07	PF08	PF09	PF10 NEXT-WC	PF11 HISTORY	PF12 NXTREC

Sec : 24 Twp : 23S Rng : 31E Section Type : NORMAL

D 40.00 Federal owned R A A	C 40.00 Federal owned R A	B 40.00 Federal owned R A	A 40.00 Federal owned R A
E 40.00 Federal owned R A A	F 40.00 Federal owned R A	G 40.00 Federal owned R A	H 40.00 Federal owned R A

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06
PF07 BKWD PF08 FWD PF09 PRINT PF10 SDIV PF11 PF12

Sec : 24 Twp : 23S Rng : 31E Section Type : NORMAL

L 40.00 Federal owned R A A	K 40.00 Federal owned R A	J 40.00 Federal owned R A	I 40.00 Federal owned R A
M 40.00 Federal owned R A	N 40.00 Federal owned R A	O 40.00 Federal owned R A	P 40.00 Federal owned R A

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06
PF07 BKWD PF08 FWD PF09 PRINT PF10 SDIV PF11 PF12

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

November 5, 1973

C
O
P
Y
Amerada Hess Corporation
P. O. Drawer D
Monument, New Mexico 88265

Attention: Mr. W. C. Henderson

Administrative Order NSP-932

Gentlemen:

Reference is made to your application for an 80-acre non-standard gas proration unit in the Blinebry Gas Pool consisting of the following acreage:

LEA COUNTY, NEW MEXICO
TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
Section 10: E/2 SE/4

It is understood that this unit is to be dedicated to your A. B. Baker Well No. 4 to be located 880 feet from the South line and 880 feet from the East line of said Section 10.

This order shall be effective with the stipulation that your A. B. Baker Well No. 3 is to be plugged upon completion of the A. B. Baker Well No. 4.

By authority granted me under the provisions of the 104 D II, you are hereby authorized to operate the above-described acreage as a non-standard gas proration unit.

Very truly yours,

A. L. PORTER, JR.
Secretary-Director

ALP/JEK/jr

cc: Oil Conservation Commission - Hobbs
Oil & Gas Engineering Committee - Hobbs
Proration Department, OCC - Santa Fe