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STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

January 3, 1996

Mobil Exploration & Producing U. S. Inc. 12,450 Greenspoint Drive Houston, Texas 77060-1991

Attention: Patricia B. Swanner

Administrative Order NSP-1748

Dear Ms. Swanner:

Reference is made to your application dated November 29, 1995 to reduce the acreage of the existing 160-acre standard gas spacing and proration unit ("GPU") in the Blinebry Gas Pool comprising the SE/4 of Section 11, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico, by omitting the 40 acres comprising the SE/4 SE/4 (Unit P) of said Section 11 from said GPU.

Division Order NSL-3582(SD), dated October 16, 1995, authorized the simultaneous dedication of the 160-acre unit to the following described four wells:

- S.E. Long Well No. 5 (**API No. 30-025-10206**), located at a standard gas well location 660 feet from the South line and 1880 feet from the East line (Unit O) of said Section 11;
- S.E. Long Well No. 8 (API No. 30-025-10209), located 1650 feet from the South line and 2310 feet from the East line (Unit J) of said Section 11 (this location is considered to be unorthodox, however Rule 2 of the Special Rules and Regulations for the Blinebry Gas Pool, as promulgated by Division Order No. R-610, "grandfathered" this location in as conforming to the rules);
- S.E. Long Well No. 7 (**API No. 30-025-10208**), located at a standard gas well location 1780 feet from the South line and 660 feet from the East line (Unit I) of said Section 11; and the,
- S.E. Long Well No. 6 (API No. 30-025-11373), located at an unorthodox gas well location 660 feet from the South line and 560 feet from the East line

(Unit P) of said Section 11.

It is our understanding that such reduction of acreage is necessary due to the classification of the S.E. Long Well No. 6 as a Blinebry oil completion.

By authority granted me under the provisions of Rule 2(a)4 of the Special Rules and Regulations for the Blinebry Gas Pool, as promulgated by Division Order No. R-8170, as amended, the following described **120-acre** non-standard gas spacing and proration unit is hereby approved:

LEA COUNTY, NEW MEXICO TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM Section 11: N/2 SE/4 and SW/4 SE/4.

Said unit is to be dedicated to the above-described S.E. Long Well Nos. 5, 7, and 8 with allowable assigned thereto in accordance with Rule 5 of said special pool rules based upon the unit size of 120 acres.

It is further ordered that Division Administrative Order NSL-3582(SD) shall be placed in abeyance until further notice.

Sincerely,

William J. Lel

Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs

File: NSL-3582(SD)

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