SHELL OIL COMPANY

PETROLEUM BUILDING P.O. BOX 1509 MIDLAND, TEXAS: 7970

December 13, 1968

Subject: Non-Standard Gas Proration Unit

Argo No. 2

Blinebry Gas Pool Lea County, New Mexico

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

Gentlemen:

NSP 803 1-15-69

We respectfully request your approval for a 40-acre non-standard gas proration unit in the Blinebry Gas Pool consisting of Unit L of Section 15, T-21-S, R-37-E. This unit is to be dedicated to Shell's Argo No. 2, located 1980 feet from the south line and 660 feet from the west line of Section 15.

Argo No. 2 was classified as a Blinebry oil well and now is to be reclassified as a gas well, effective December 1, 1968.

In view of the facts presented, it is requested that the Commission approve this application for a non-standard gas proration unit.

Copies of this application are being sent by certified mail to all offset operators.

Yours very truly,

S. M. Paine, Manager

Production Department - West

Midland Division

DC:AO

cc - New Mexico Oil Conservation Commission Hobbs, New Mexico 88240

Copies sent by Certified Mail to:

Marathon Oil Company Box 552

Midland, Texas 79701

Gulf Oil Corporation Box 1150 Midland, Texas 79701

Sunray DX Oil Company 1101 Wilco Building Midland, Texas 79701 Cities Service Oil Company 800 Vaughn Building Midland, Texas 79701

Amerada Petroleum Corporation Box 312 Midland, Texas 79701

NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

All distances must be from the outer boundaries of the Section. Well No. Operator Lease 2 Shell Oil Company Argo Section Unit Letter Township Range County 37-E Lea 15 21-S Actual Footage Location of Well; south 660 1980 feet from the line and feet from the Ground Level Elev: Producing Formation Dedicated Acreager Blinebry Gas 3454 Blinebry 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? If answer is "yes," type of consolidation . Yes 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 Acting Division Production Supt. Position December 13, 1968 Company Shell Oil Company I hereby certify that the well location shown on this plat was platted from field 660' 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 T. J. Chapman, Jr., Chief Surveyor Shell Oil Company

660

190

1320 1650

1980 2310

26 40

2000

1500

1000

500