



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

May 24, 1999

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

Administrative Order NSP-892-A

Dear Ms. Anderson:

Reference is made to the following: (i) your application dated April 26, 1999; and (ii) the records of the New Mexico Oil Conservation Division ("Division") in Santa Fe: all concerning Apache Corporation's request for a 40-acre non-standard gas spacing and proration unit ("GPU") consisting of the following acreage in the Blinebry Oil and Gas Pool:

LEA COUNTY, NEW MEXICO
TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM
Irregular Section 4: Lot 15.

It is our understanding that this unit is to be dedicated to Apache Corporation's existing Gulf Hill Well No. 3 (API No. 30-025-06403), located at a standard gas well location 3300 feet from the South line and 1980 feet from the East line (Unit O) of Section 4.

By authority granted me under the provisions of **Rule 2(d)** of the "*General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Blinebry Oil and Gas Pool*," as promulgated by Division Order No. R-8170, as amended, the above-described 40-acre GPU is hereby approved. Also, you are hereby permitted to produce the allowable assigned the subject GPU, in accordance with Rule 5 of the pool rules based upon a unit size of 40 acres.

It is further ordered that Division Administrative Order NSP-892, dated October 25, 1972, which order established an 80-acre non-standard Blinebry gas spacing and proration unit comprising Lots 14 and 15 of Section 4 and was dedicated to this well from 1972 to 1980 when it was operated by Summit Energy, Inc. as a Blinebry gas well, shall be placed in abeyance until further notice.

Sincerely,

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs
File: NSP-892 /

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

October 25, 1972

Summit Energy, Inc.
112 North First Street
Artesia, New Mexico 88210

Attention: Mr. Paul G. White

Administrative Order NSP-892

Gentlemen:

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

LEA COUNTY, NEW MEXICO
TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM
Section 4: Lots 14 and 15

It is understood that this unit is to be dedicated to your Gulf Hill Well No. 3, located in the approximate center of Lot 15.

By authority granted me under the provisions of Rule 5(c) of Order R-1670, as amended, you are hereby authorized to operate the above-described acreage as a non-standard gas proration unit.

This order shall be effective upon notice that your Gulf Hill Well No. 2 is shut-in.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ALP/DSN/dr

cc. Oil Conservation Commission - Hobbs
Oil & Gas Engineering Committee - Hobbs
Proration Department - Santa Fe

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