



Texaco USA

P O Box 728
Hobbs NM 88240
505 393 7191

August 26, 1987

State of New Mexico
Energy & Minerals Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Attention: Mr. Michael Stogner

RE: Unorthodox Location
Simultaneous Dedication
Baker "B" Lease
Lea County, New Mexico

Gentlemen:

Texaco Producing Inc. recently recompleted Well No. 8 on the referenced lease to the Blinebry Oil and Gas pool. Production from the well is such that it requires it to be classified as a gas well in this pool. Pool rules state that each gas well to which is dedicated more than 40-acres shall not be nearer than 660 feet to the outer boundary. Well No. 8 is located 510 feet from the North boundary and we hereby respectfully request that the unorthodox location be approved.

Well No. 15 was already completed in the Blinebry Oil & Gas pool and classified as a gas well. The 240-acre Non-Standard Proration Unit for this well was granted by Order No. R-590-A. We respectfully request that this same 240-acre proration unit be approved for Well No. 8 and that Well Nos. 8 and 15 be granted one allowable in the proportion that the 240-acre unit bears to the standard proration unit.

Attached is a List of Offset Operators that have been notified of this request by copy of this letter, a map showing the lease and offset operators locations and OCD Form C-102. If you have any questions or need more information, please contact this office.

Yours very truly,

L. J. Seeman
District Petroleum Engineer

LDR:JRB

Attachments

cc: NMOCD - Hobbs
Offset Operators

Offset Operators
Baker "B" Lease
Lea County, New Mexico

Amerada Hess Corporation
Box 840
Seminole, Texas 79360

Bliss Petroleum Inc.
Box 1817
Hobbs, New Mexico 88240

Chevron USA Inc.
Box 670
Hobbs, New Mexico 88240

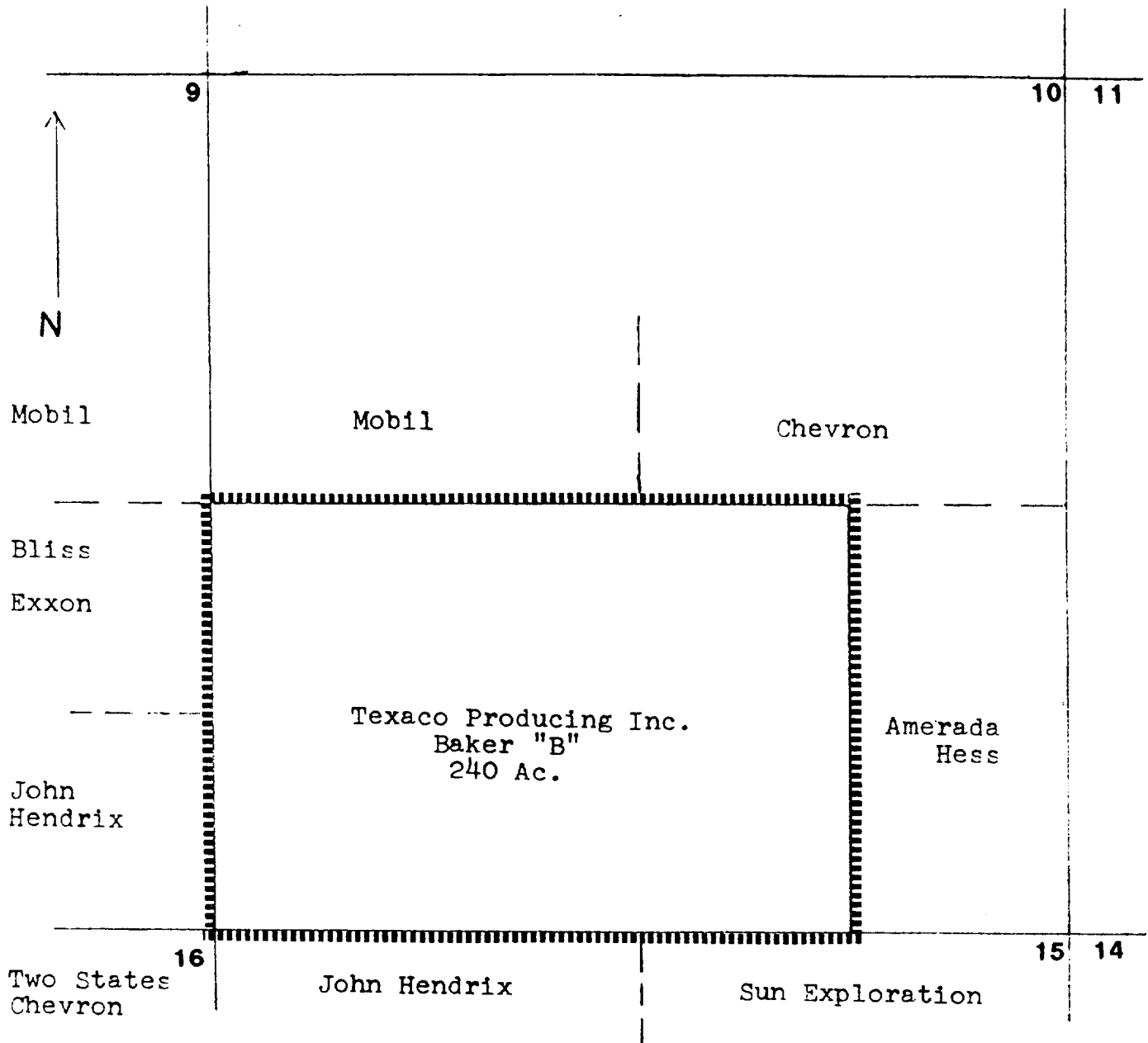
Exxon Company, USA
Box 1600
Midland, Texas 79702

John H. Hendrix Corporation
525 Midland Tower Bldg.
223 W. Wall
Midland, Texas 79701

Mobil Producing Texas & New Mexico Inc.
Nine Greenway Plaza, Suite 2700
Houston, Texas 77046

Sun Exploration & Production Company
Box 1861
Midland, Texas 79702

Two States Oil Company
Thanksgiving Tower, Suite 960 LB 50
1601 Elm Street
Dallas, Texas 75201



Section 10, T-22-S, R-37-E
Lea County, New Mexico
1" = 1000'