

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

February 19, 1992

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Conoco Inc.
10 Desta Drive West
Midland, TX 79705-4514

Attention: Jerry W. Hoover

Administrative Order SD-92-1

Dear Mr. Hoover:

Reference is made to your letter dated January 16, 1992, notifying the OCD of Conoco's intent to reestablish a standard 160-acre gas spacing and proration unit in the Blinebry Gas Pool to comprise the NE/4 of Section 27, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico. It is our understanding that said unit is to be simultaneously dedicated to Conoco's Lockhart A-27 Well No. 5 located at a standard gas well location 660 feet from the North and East lines in Unit A and Well No. 11 also located at a standard gas well location 1980 feet from the North line and 660 feet from the East line in Unit H.

You are hereby permitted to produce the allowable assigned said 160-acre unit from both wells in any proportion.

Also, Division Administrative Order NSP-722, dated November 3, 1965, which established a 120-acre non-standard gas proration unit in the Blinebry Gas Pool comprising the N/2 NE/4 and SW/4 NE/4 of said Section 27 and had dedicated thereon the Lockhart A-27 Well No. 5, is hereby placed in abeyance until further notice.

Sincerely,

William J. LeMay
Director

WJL/MES/jc

cc: Oil Conservation Division - Hobbs
File: NSP-722 ✓



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

May 15, 1998

Conoco, Inc.
10 Desta Drive - Suite 100W
Midland, Texas 79705-4500
Attention: Kay Maddox

Administrative Order NSL-4033(SD)

Dear Ms. Maddox:

Reference is made to your application dated April 22, 1998 for an unorthodox Blinebry gas well location in an existing 160-acre standard gas spacing and proration unit ("GPU") for said Blinebry Oil and Gas Pool comprising the NE/4 of Section 27, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico. Said GPU is presently simultaneously dedicated, under the authority of Division Administrative Order SD-92-1, dated February 19, 1992, to the following two wells:

- Lockhart "A-27" Well No. 5 (API No. 30-025-06803), located at a standard gas well location 660 feet from the North and East lines (Unit A) of said Section 27; and
- Lockhart "A-27" Well No. 11 (API No. 30-025-06797), located at a standard gas well location 1980 feet from the North line and 660 feet from the East line (Unit H) of said Section 27.

It is our understanding that the subject well in this application is currently completed as an oil well within the Tubb Oil and Gas Pool; however, said well will be plugged back and re-completed up-hole into the Blinebry Oil and Gas Pool upon issuance of this order.

By authority granted me under the provisions of Rule 2(c) 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 following well located at an unorthodox Blinebry gas well location is hereby approved:

*Lockhart "A-27" Well No. 16
660' FNL & 2200' FEL (Unit B) of said Section 27
API No. 30-025-34312*

Also, you are hereby authorized to simultaneously dedicate Blinebry gas production from the Lockhart "A-27" Well No. 16 with that from the Lockhart "A-27" Well Nos. 5 and 11.

Administrative Order NSL-4033(SD)

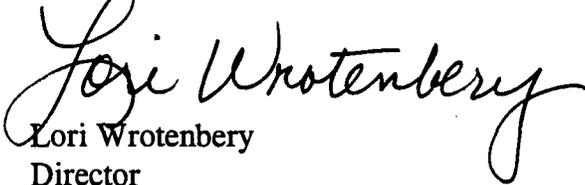
Conoco, Inc.

May 15, 1998

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Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from all three wells in any proportion.

Sincerely,


Lori Wrotenberg
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs
U. S. Bureau of Land Management - Carlsbad
File: SD-92-1
NSP-722 ✓
DHC-1300