

NSP 3/12/97

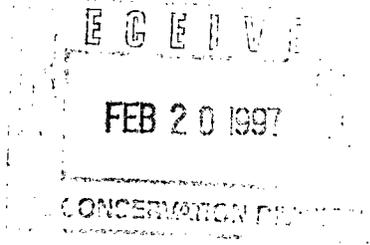
EXXON COMPANY, U.S.A.

POST OFFICE BOX 1600 • MIDLAND, TEXAS 79702-1600

February 18, 1997

MIDLAND PRODUCTION ORGANIZATION

OPERATIONS INTEGRITY



Non-Standard Gas Proration Unit
New Mexico "S" State Well No. 38
Unit Letter E
Section 2, T22S-R37E
Lea County, New Mexico
Blinebry Oil & Gas (Gas)
Pool Code 72480

Mr. William J. LeMay
Director
New Mexico Oil Conservation Division
2040 S. Pacheco
Santa Fe, New Mexico 87505

Dear Mr. LeMay:

Exxon Corporation requests administrative approval of a 40 acre Non-Standard Gas Proration Unit in the Blinebry Oil & Gas (Gas) Pool for the Exxon New Mexico "S" State Well No. 38. The basis for this request is "Special Rules and Regulations" for the Blinebry Oil & Gas Pool, No. 4(b)1. On March 21, 1996, Case No. 11479/Order No. R-10579 established a 159.92 acre gas spacing and proration unit for lots 2, 3 and the S/2 NW/4 of Section 2, T22S, R37E, Lea County. Said unit was simultaneously dedicated to the existing Exxon Corporation New Mexico "S" State Well Nos. 14, 38, and 28 located respectively in Units C, E, and F of Section 2.

Well Nos. 14 and 28 are now Blinebry oil wells and therefore each requires a 40 acre Blinebry Oil & Gas (Oil) proration unit. Well No. 38 requires a 40 acre Non-Standard Gas Proration Unit because the proration units surrounding unit letter "E" are assigned to Blinebry oil wells.

A copy of the C-102 for well Nos. 14, 28, and 38 and offset operator information is attached. Offset operators were notified by Certified Mail, return receipt of this request.

Sincerely,

Alex M. Correa

AMC:mym
Attachments

2\mmsst38.doc

A DIVISION OF EXXON CORPORATION



District I
PO Box 1980, Hobbs, NM 88241-1980

District II
PO Drawer DD, Artesia, NM 88211-0719

District III
1000 Rio Brasos Rd. , Aztec, NM 87410

District IV
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised February 10, 1994
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504-2088

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1	API Number 3002509948	2	Pool Code 06660	3	Pool Name Blinebry Oil & Gas (Oil)
4	Property Code 004198	5	Property Name New Mexico "S" State	6	Well Number 14
7	OGRID No. 007673	8	Operator Name Exxon Corporation	9	Elevation 3378

¹⁰Surface Location

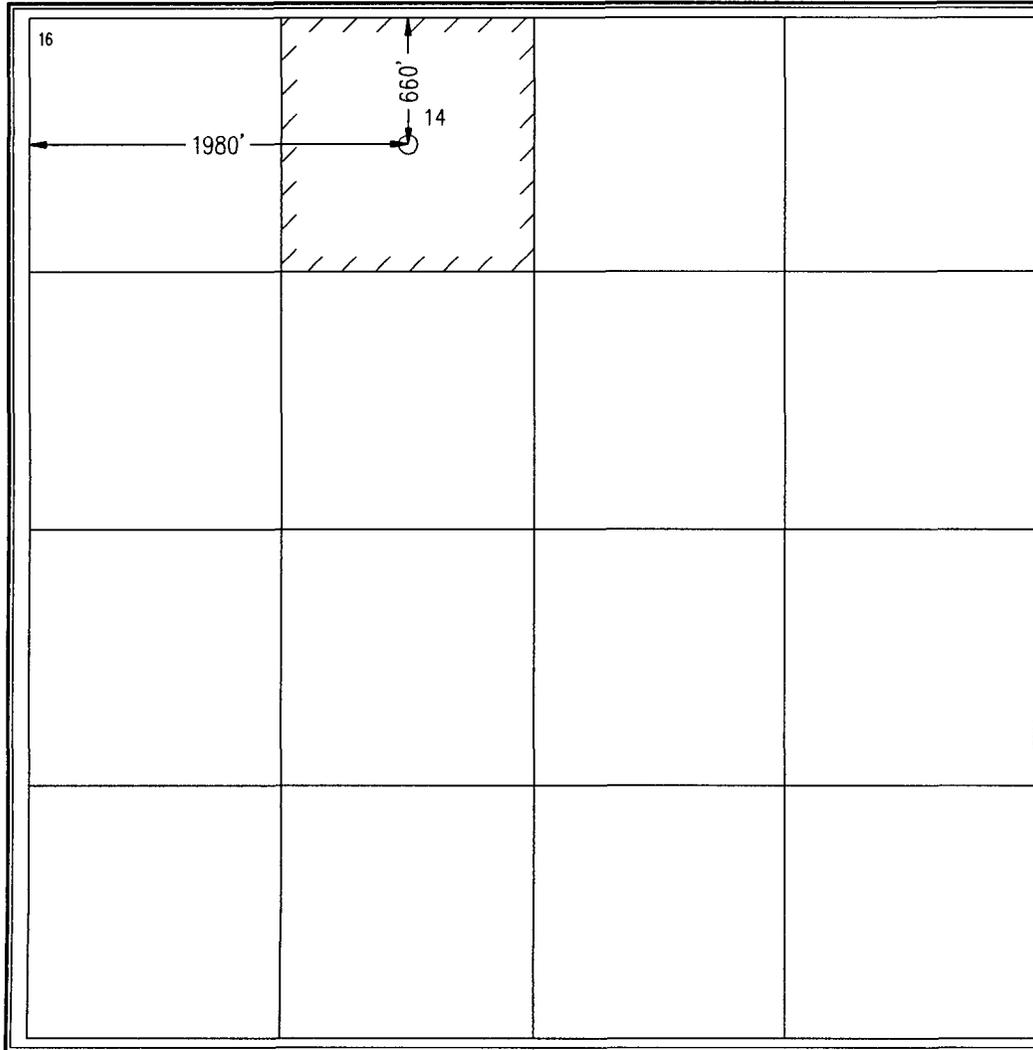
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	2	22 S	37 E		660	North	1980	West	Lea

¹¹Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

¹² Dedicated Acres 40	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No. R- Case no. 11479, Order no. 10579
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNITL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



¹⁷ OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

C. H. Harper
Signature
C. H. Harper
Printed Name
Permits Supervisor
Title
2-10-97
Date

¹⁸ SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Date of Survey
Signature and Seal of Professional Surveyor.

Certificate Number

New Mexico Oil Conservation Division
C-102 Instructions

IF THIS IS AN AMENDED REPORT, CHECK THE BOX LABELED
"AMENDED REPORT" AT THE TOP OF THIS DOCUMENT.

Surveyors shall use the latest United States government survey or depended resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed contact the appropriate OCD district office. Independent subdivision surveys will not be acceptable.

1. The OCD assigned API number for this well
2. The pool code for this (proposed) completion
3. The pool name for this (proposed) completion
4. The property code for this (proposed) completion
5. The property name (well name) for this (proposed) completion
6. The well number of this (proposed) completion
7. Operator's OGRID number
8. The Operator's name
9. The ground level elevation of this well
10. The surveyed surface location of this well measured from the section lines, NOTE: if the United States government survey designates a Lot Number for this location use that number in the "UL or Lot no." box. Otherwise use the OCD unit letter.
11. Proposed bottom hole location. If this is a horizontal hole indicate the location of the end of the hole.
12. The calculated acreage dedicated to this completion to the nearest hundredth of an acre.
13. Put a Y if more than one completion will be sharing this same acreage or N if this is the only completion of this acreage
14. If more than one lease of different ownership has been dedicated to the well show the consolidation code from the following table:

C	Communitization
U	Unitization
F	Forced pooling
O	Other
P	Consolidation pending

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL
ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD
UNIT HAS BEEN APPROVED BY THE DIVISION!

15. Write in the OCD order(s) approving a non-standard location, non-standard spacing, or directional or horizontal drilling

16. This grid represents a standard section. You may superimpose a non-standard section over this grid. Outline the dedicated acreage and the separate leases within that dedicated acreage. Show the well surface location and bottom hole location, if it is directionally drilled with the dimensions from the section lines in the cardinal directions. (Note: A legal location is determined from the perpendicular distance to the edge of the tract.) If this is a high angle or horizontal hole show that portion or the well bore that is open within this pool.

Show all lots, lot numbers, and their respective acreage.

If more than one lease has been dedicated to the completion, outline each one and identify the ownership as to both working interest and royalty.

17. The signature, printed name, and title of the person authorized to make this report, and the date this document was signed.
18. The registered surveyors certification. This section does not have to be completed if this farm has been previously accepted by the OCD and is being filed for a change of pool or dedicated acreage.

District I
PO Box 1980, Hobbs, NM 88241-1980

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised February 10, 1994
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

District II
PO Brower DD, Artesia, NM 88211-0719

OIL CONSERVATION DIVISION

PO Box 2088
Santa Fe, NM 87504-2088

AMENDED REPORT

District III
1000 Rio Brasos Rd., Aztec, NM 87410

District IV
PO Box 2088, Santa Fe, NM 87504-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number 3002525268	2 Pool Code 06660	3 Pool Name Blinebry Oil & Gas (Oil)
4 Property Code 004198	5 Property Name New Mexico "S" State	6 Well Number 28
7 OGRID No. 007673	8 Operator Name Exxon Corporation	9 Elevation 3383' KB

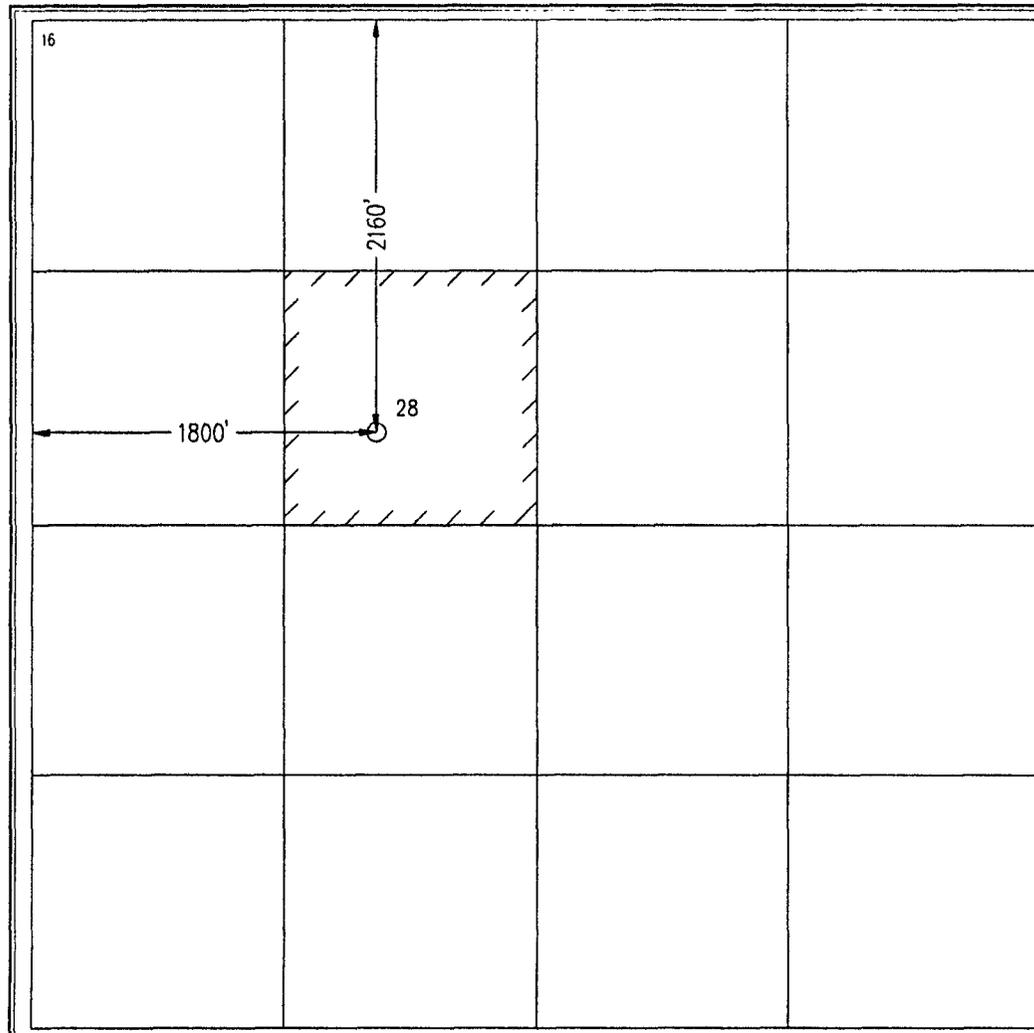
¹⁰Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
f	2	22 S	37 E		2160	North	1800	West	Lea

¹¹Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
¹² Dedicated Acres 40		¹³ Joint or Infill		¹⁴ Consolidation Code		¹⁵ Order No. Case No. 11479, Order No. R-10579			

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNIT ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



¹⁷ OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

C. H. Harper

Signature
C. H. Harper
Printed Name
Permits Supervisor
Title
2-10-97
Date

¹⁸ SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Date of Survey
Signature and Seal of Professional Surveyor.

Certificate Number

New Mexico Oil Conservation Division
C-102 Instructions

IF THIS IS AN AMENDED REPORT, CHECK THE BOX LABELED "AMENDED REPORT" AT THE TOP OF THIS DOCUMENT.

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1. The OCD assigned API number for this well
2. The pool code for this (proposed) completion
3. The pool name for this (proposed) completion
4. The property code for this (proposed) completion
5. The property name (well name) for this (proposed) completion
6. The well number of this (proposed) completion
7. Operator's OGRID number
8. The Operator's name
9. The ground level elevation of this well
10. The surveyed surface location of this well measured from the section lines, NOTE: if the United States government survey designates a Lot Number for this location use that number in the "UL or Lot no." box. Otherwise use the OCD unit letter.
11. Proposed bottom hole location. If this is a horizontal hole indicate the location of the end of the hole.
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C	Communitization
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F	Forced pooling
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15. Write in the OCD order(s) approving a non-standard location, non-standard spacing, or directional or horizontal drilling

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State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised February 10, 1994
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PO Drawer DD, Artesia, NM 88211-0719

OIL CONSERVATION DIVISION

District III
1000 Rio Brasos Rd., Aztec, NM 87410

PO Box 2088
Santa Fe, NM 87504-2088

AMENDED REPORT

District IV
PO Box 2088, Santa Fe, NM 87504-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT

1	API Number 3002525508	2	Pool Code 72480	3	Pool Name Blinebry Oil & Gas (Gas)
4	Property Code 004198	5	Property Name New Mexico "S" State	6	Well Number 38
7	OGRID No. 007673	8	Operator Name Exxon Corporation	9	Elevation 3373'

¹⁰Surface Location

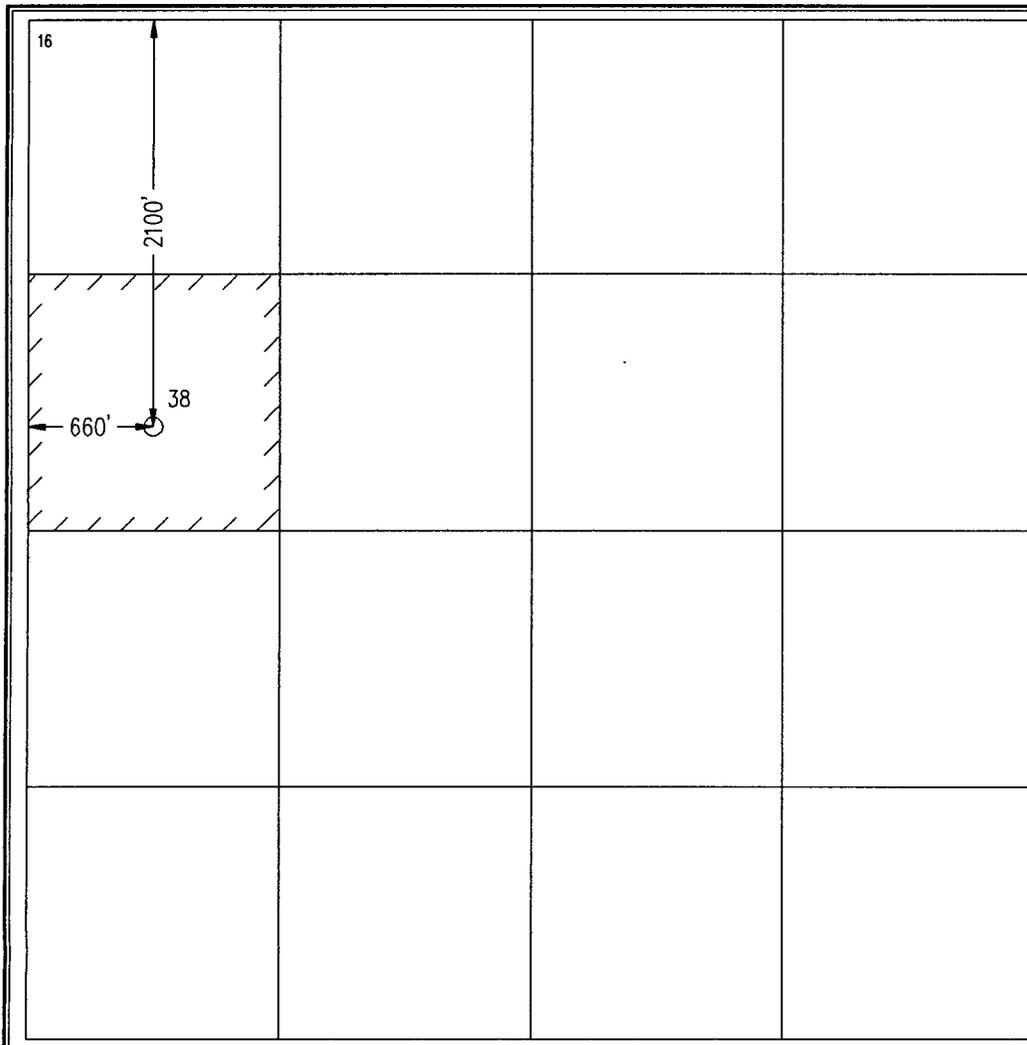
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
E	2	22 S	37 E		2100	North	660	West	Lea

¹¹Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

¹² Dedicated Acres 40	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No. Case No. 11479, Order No. R-10579
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C. H. Harper
Printed Name
Permits Supervisor
Title
2-10-97
Date

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Signature and Seal of Professional Surveyor.

Certificate Number

New Mexico Oil Conservation Division
C-102 Instructions

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18. The registered surveyors certification. This section does not have to be completed if this form has been previously accepted by the OCD and is being filed for a change of pool or dedicated acreage.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- 1. Addressee's Address
- 2. Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

JOHN H. HENDRIX CORP.
 P.O. BOX 1
 MIDLAND, TEXAS 79702

3046

4a. Article Number

Z 740 404 472

4b. Service Type

- Registered Certified
- Express Mail Insured
- Return Receipt for Merchandise COD

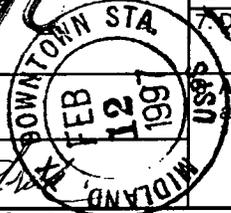
7. Date of Delivery

5. Received By: (Print Name)

Addressee's Address (Only if requested and fee is paid)

6. Signature: (Addressee or Agent)

X R H [Signature]



PS Form 3811, December 1994 NM "S" #20 Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- 1. Addressee's Address
- 2. Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

EL PASO NATURAL GAS
 P.O. BOX 1492
 EL PASO, TEXAS 79978

4a. Article Number

Z 740 404 473

4b. Service Type

- Registered Certified
- Express Mail Insured
- Return Receipt for Merchandise COD

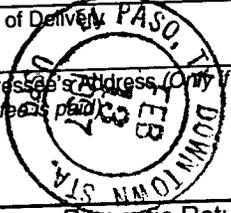
7. Date of Delivery

5. Received By: (Print Name)

Addressee's Address (Only if requested and fee is paid)

6. Signature: (Addressee or Agent)

X David Lane



PS Form 3811, December 1994 NM "S" #38 Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- 1. Addressee's Address
- 2. Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

CHEVRON USA, INC.
 ATTN: LAND DEPARTMENT
 P.O. BOX 1150
 MIDLAND, TEXAS 79702

4a. Article Number

Z 740 407 586

4b. Service Type

- Registered Certified
- Express Mail Insured
- Return Receipt for Merchandise COD

7. Date of Delivery

5. Received By: (Print Name)

Addressee's Address (Only if requested and fee is paid)

6. Signature: (Addressee or Agent)

X [Signature]

PS Form 3811, December 1994 NM "S" #38 Domestic Return Receipt

Thank you for using Return Receipt Service.

EXXON COMPANY, U.S.A.

POST OFFICE BOX 1600 • MIDLAND, TEXAS 79702-1600

MIDLAND PRODUCTION ORGANIZATION
OPERATIONS INTEGRITY

February 11, 1997

40 Ac. Non-Standard Gas Proration Unit
Blinebry Oil and Gas (Gas) Pool
New Mexico S State Well No. 38
Section 2, T22S, R37E
Lea County, NM

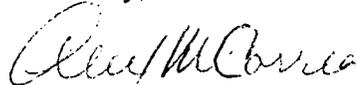
Offset Operators

Gentlemen:

Exxon Corp. is requesting administrative approval of a 40 acre Non-Standard Gas Proration Unit in the Blinebry Oil & Gas (Gas) Pool for the New Mexico S State well No. 38. This well is currently simultaneously dedicated in a 159.92 acre Blinebry gas proration unit with well Nos 14 & 28. We are also requesting that this 159.92 acre proration unit be dissolved since wells 14 & 28 have become oil wells.

If you have any objection to this request it must be filed, in writing with the New Mexico Oil Conservation Division in Santa Fe, within twenty days from the date this notice was mailed. A copy of the C-102 for well No. 38 is attached. If you have any questions, please call me at (915) 688-6782.

Sincerely,



Alex M. Correa

amc:offsets9.doc
Attachment

OFFSET OPERATORS
EXXON CORP.
NEW MEXICO "S" STATE
WELL NO. 38
SECTION 2, T22S, R37E
LEA COUNTY

Chevron USA, Inc.
Attention: Land Department
P.O. Box 1150
Midland, Texas 79702

El Paso Natural Gas
P.O. Box 1492
El Paso, Texas 79978-0001

John H. Hendrix Corp.
P.O. Box 3040
Midland, Texas 79702-3040



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

2/21/97

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

GOVERNOR

OIL CONSERVATION DIVISION
P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

RE: Proposed:

MC	_____
DHC	_____
NSL	_____
NSP	<u> X </u>
SWD	_____
WFX	_____
PMX	_____

Gentlemen:

I have examined the application for the:

<u>Exxon Corp</u>	<u>New Mexico State</u>	<u>#38-E</u>	<u>2-22s-37e</u>
Operator	Lease & Well No.	Unit	S-T-R

and my recommendations are as follows:

OK

Yours very truly,

Jerry Sexton
 Jerry Sexton
 Supervisor, District 1

/ed