



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

January 5, 1999

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

Attention: **Ronnie H. Westbrook**
Vice-President

RE: *Administrative application for the formation of a non-standard 120-acre gas spacing and proration unit ("GPU") in the Blinebry Oil and Gas Pool comprising the N/2 SW/4 and SW/4 SW/4 of Section 11, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico.*

Dear Ms. Westbrook:

The subject application dated December 29, 1998 failed to provide a much needed explanation as to why this 120-acre GPU is needed. It would appear from the information provided that a standard 160-acre unit could be established for these three wells. Please provide me with an explanation why the SE/4 SW/4 (Unit N) of Section 11 is being left out of this unit, who owns and/or operates a Blinebry well within this 40-acre tract, and if they were properly notified of this application.

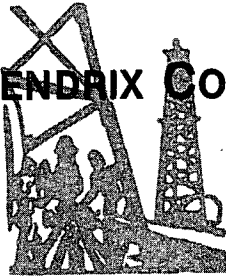
Should you have any questions, please call me at (505) 827-8185. Thank you for your cooperation.

Sincerely,

Michael E. Stogner
Chief Hearing Officer/Engineer

cc: New Mexico Oil Conservation Division – Hobbs

JOHN H. HENDRIX CORPORATION



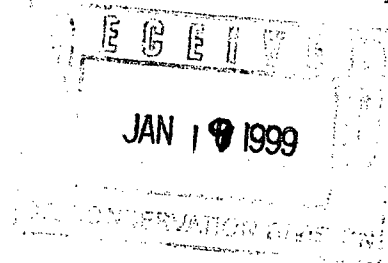
NSP ~~CONFIDENTIAL~~

MAILING ADDRESS
P.O. BOX 3040
MIDLAND, TX 79702-3040

(915) 684-6631
FAX (915) 684-7317
110 N. MARIENFELD, SUITE 400
MIDLAND, TEXAS 79701-4412

January 14, 1999

New Susp Period: 2-8-99



New Mexico Energy
Minerals & Natural Resources Dept.
Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico 87505

Attention: Mr. Michael E. Stogner

RE: Administrative application for the formation of non-standard 120-acre gas spacing and proration unit ("GPU") in the Blinebry Oil and Gas Pool comprising the N/2 SW/4 and SW/4 SW/4 of Sec. 11, T22S-R37E, NMPM, Lea County, New Mexico

Dear Michael:

In response to your attached letter, please be advised of the following:

1. The SE/4 SW/4 of Section 11 is owned by Altura.
2. I inadvertently missed notifying Altura of this application.
3. Please find enclosed a copy of certified receipt return, where we have notified Altura.

Please accept my apology for this confusion. Thank you for your consideration in this matter. Please call if you have additional questions.

Yours very truly,

Ronnie H. Westbrook
Vice President

RHW/ah

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.

Rough A
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:

Altura Energy, Ltd.
P. O. Box 4294
Houston, TX 77210-4294

4a. Article Number

3137390301

4b. Service Type

- | | |
|---|---|
| <input type="checkbox"/> Registered | <input checked="" type="checkbox"/> Certified |
| <input type="checkbox"/> Express Mail | <input type="checkbox"/> Insured |
| <input type="checkbox"/> Return Receipt for Merchandise | <input type="checkbox"/> COD |

7. Date of Delivery

JAN 12 1999

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X

Gen

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

PS Form 3811, December 1994

102595-97-B-0179

Domestic Return Receipt

Thank you for using Return Receipt Service.