STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

BRUCE KING GOVERNOR

October 31, 1991

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

John H. Hendrix Corporation 223 West Wall, Suite 525 Midland, TX 79701

Attn: Ron Westbrook

Re:

Reclassification of Well Blinebry Oil and Gas Pool

Gulf Hill #1-R Sec. 4, T21S, R37E

Gentlemen:

According to the recently submitted "scheduled" gas/oil ratio test for the above-referenced well it will be reclassified from a gas well to an oil well effective January 1, 1992, and the gas allowable cancelled effective that date.

If for some reason you feel the recently submitted test does not reflect the proper classification of this well, please submit another test for our consideration by November 8, 1991.

The well currently has 40 acres dedicated so the dedicated acreage will remain the same. If your gas transporter changes due to reclassification please submit Form C-104 so indicating.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton Supervisor, District I

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STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION

TONEY ANAYA

December 1, 1986

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-5800

Summit Energy, Inc. 116 North First Artesia, New Mexico 88210

Attention: Paul G. White

AMENDMENT
Administrative Order NSP-926

Gentlemen:

Reference is made to your application for a 40-acre non-standard gas proration unit consisting of the following acreage in the Blinebry Gas Pool:

LEA COUNTY, NEW MEXICO
TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM
Section 4: NW/4 SE/4 (Unit R)

It is my understanding that this unit is to be dedicated to your Gulf Hill Well No. 1 located 1980 feet from the South and East lines of said Section 4.

By authority granted me under the provisions of Rule 2(a)4 of Division Order No. R=8170, the above non-standard proration unit is hereby approved.

Sincerely

R. L. STAMETS, DIRECTOR

RLS/DC/dr

cc: Oil Conservation Division - Hobbs

REMARKS:

Administrative Order NSP-926, dated August 30, 1973, which authorized an 80-acre non-standard gas proration unit comprising the NW/4 SE/4 (Unit R) and the NE/4 SW/4 (Unit S) of Section 4, Township 21 South, Range 37 East, NMPM, Blinebry Gas Pool, Lea County, New Mexico, to be simultaneously dedicated to the Gulf Hills Wells Nos. 1 and 4, is hereby superseded by this amendment.

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

August 30, 1973

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

Attention: Paul G. White

Administrative Order NSP-926

Gentlemen:

Reference is made to your application for 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: NE/4 SW/4 and NW/4 SE/4
(Units R & S)

It is understood that this unit is to be dedicated to your Gulf Hill Well No. 1, located in Unit R of said Section 4 and that the Gulf Hill Well No. 4 located in Unit S of said Section 4 will be shut in in the Blinebry zone.

By authority granted me under the provisions of Rule 104 D II, you are hereby authorized to operate the above-described acreage as a non-standard gas proration unit.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/JEK/dr

CC: Oil Conservation Commission - Hobbs
Oil & Gas Engineering Committee - Hobbs
Proration Department, OCC - Santa Fe

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 1679 Order No. R-1407

APPLICATION OF WESTERN OIL FIELDS, INC., FOR ESTABLISHMENT OF AN 80-ACRE NON-STANDARD GAS PRORATION UNIT IN THE BLINEBRY GAS POOL, LEA COUNTY, NEW MEXICO

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on May 20, 1959, at Santa Fe, New Mexico, before E. J. Fischer, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 28th day of May, 1959, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, E. J. Fischer, and being fully advised in the premises,

FINDS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, Western Oil Fields, Inc., is the owner and operator of the NW/4 SE/4 and the NE/4 SW/4 of Section 4, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.
- (3) That the applicant is the owner and operator of the Gulf Hill Well No. 1, located 1980 feet from the South line and 1980 feet from the East line of said Section 4.
- (4) That the applicant proposes the establishment of an 80-acre non-standard gas proration unit in the Blinebry Gas Pool consisting of the NW/4 SE/4 and the NE/4 SW/4 of said Section 4, to be dedicated to the said Gulf Hill Well No. 1.
- (5) That approval of the subject application will neither cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

- (1) That an 80-acre non-standard gas proration unit in the Blinebry Gas Pool consisting of the NW/4 SE/4 and the NE/4 SW/4 of Section 4, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, be and the same is hereby established. Said unit is to be dedicated to applicant's Gulf Hill Well No. 1, located 1980 feet from the South line and 1980 feet from the East line of said Section 4.
- (2) That the said Gulf Hill Well No. I shall be assigned an allowable for the Blinebry Gas Pool in the proportion that the acreage dedicated to the well bears to a standard gas proration unit in the Blinebry Gas Pool, subject to the special rules and regulations for said Blinebry Gas Pool.
- (3) That the effective date of this order is the date of cancellation of the 160-acre unit previously assigned to the subject well.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

JOHN BURROUGHS, Chairman

MURRAY E. MORGAN, Member

A. L. PORTER, Jr., Member & Secretary

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BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

N THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

CASE NO. 717 Order No. R-515

THE APPLICATION OF WESTERN OIL FIELDS, INC., FOR AN ORDER GRANTING APPROVAL OF AN EXCEPTION PURSUANT TO RULE 7 (a) OF ORDER NO. R-372-A IN ESTABLISHMENT OF AN UNORTHODOX GAS PRORATION UNIT OF 160 CONTIGUOUS ACRES CONSISTING OF LOTS 14 AND 15, NW/4 SE/4, AND NE/4 SW/4 OF SECTION 4, TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM, LEA COUNTY, NEW MEXICO IN THE BLINEBRY GAS POOL.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m., on July 15, 1954, at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 12th day of August, 1954, the Commission, a quorum being present, having considered the records and testimony adduced, and being fully advised in the premises,

FINDS:

- (1) That due notice of the time and place of hearing and the purpose thereof having been given as required by law, the Commission has jurisdiction of this case and the subject matter thereof.
- (2) That pursuant to provisions of Rule 7 (a) of Order No. R-372-A, the Commission has power and authority to permit the formation of a gas proration unit consisting of other than a legal quarter section after notice and hearing by the Commission.
- (3) That applicant, Western Oil Fields, Inc., is the owner of an oil and gas lease in Lea County, New Mexico the land consisting of other than a legal quarter section, and described as follows, to-wit:

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM Lots 14 and 15, NW/4 SE/4, NE/4 SW/4 of Section 4.

containing 160 acres, more or less.

- (4) That applicant, Western Oil Fields, Inc., has a producing well on the aforesaid lease known as Gulf-Hill, No. 1, located 1980' from the South line and 1980' from the East Line of Section 4, Township 21 South, Range 37 East.
- (5) That the aforesaid well is located within the limits of the pool heretofore delineated and designated as the Blinebry Gas Pool.
- (6) That it is impractical to pool applicant's said lease with adjoining acreage in the South half of Section 4, Township 21 South, Range 37 East, and that the owners of adjoining acreage in said half section have not objected to the formation of the proposed proration unit of 160 acres.
- (7) That unless a proration unit consisting of applicant's aforesaid acreage is permitted, applicant will be deprived of the opportunity to recover its just and equitable share of the natural gas in the Blinebry Gas Pool.
- (8) That creation of a proration unit consisting of the aforesaid acreage will not cause but will prevent waste and will protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the application of Western Oil Fields, Inc., for approval of an unorthodox proration unit consisting of the following described acreage

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM Lots 14 and 15, NW/4 SE/4, NE/4 SW/4 of Section 4

be and the same is hereby approved, and a proration unit consisting of aforesaid acreage is hereby created.

(2) That applicant's well, Gulf Hill, No. 1, located in the NW/4 SE/4 of Section 4, Township 21 South, Range 37 East, NMPM, shall be granted an allowable in the proportion that the above described 160 acre unit bears to the standard or orthodox proration unit for said pool, all until further order of the Commission.

DONE at Santa Fe, New Mexico, the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

E. S. WALKER, Member

W. B. MACEY, Secretary and Member