



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

April 4, 1995

Arch Petroleum, Inc.
10 Desta Drive - Suite 420 East
Midland, Texas 79705

Attention: Bobbie Brooks

Administrative Order NSP-352-A (L)

Dear Mr. Brooks:

Reference is made to your application dated February 28, 1995 for an 80.08-acre non-standard gas spacing and proration unit consisting of the following acreage in the Blinebry Oil and Gas Pool:

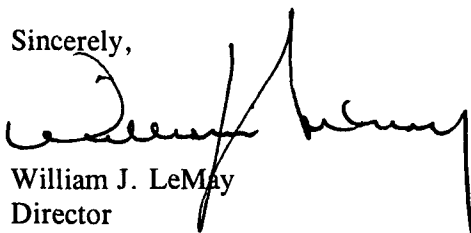
LEA COUNTY, NEW MEXICO
TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
Section 5: Lots 1 and 2 (the N/2 NE/4 equivalent).

It is my understanding that this unit is to be dedicated to your existing Lee Stebbins (NCT-B) Well No. 3 (API No. 30-025-10061), located at an unorthodox gas well location 660 feet from the North line and 460 feet from the East line (Unit A) of said Section 5.

By authority granted me under the provisions of Rules 2(a)4 and 2(c) of the "*Special Rules and Regulations for the Blinebry Oil and Gas Pool*", as promulgated by Division Order No. R-8170, as amended, the above-described 80.08-acre non-standard gas spacing and proration unit and unorthodox gas well location for the Lee Stebbins (NCT-B) Well No. 3 are hereby approved.

Further, you are hereby permitted to produce the allowable assigned the subject GPU, in accordance with Rule 5 of said pool rules based upon a unit size of 80.08 acres.

Sincerely,


William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs
File: NSP-352