STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

December 2, 1996

Collins & Ware, Inc. 508 West Wall Avenue - Suite 1200 Midland, Texas 79701-50762 Attention: Chuck Sledge

Re: Reinstatement of Division Administrative Order NSP-932

Dear Mr. Sledge:

Reference is made to your letter of petition dated October 31, 1996, which included supporting information and notice to off-set operators, essentially requesting reinstatement of Division Administrative Order NSP-932, dated November 5, 1973, which established an 80-acre non-standard gas spacing and proration unit ("GPU") in the Blinebry Oil and Gas Pool comprising the and **E/2 SE/4** of Section 10, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico, and had dedicated thereon the subject A. B. Baker Well No. 4 (API No. 30-025-10158), located 880 feet from the South and East lines (Unit P) of said Section 10.

Records on file with the Division's Santa Fe office indicates this well has produced from the Blinebry interval since 1973. Your application indicates that the Blinebry interval at some time in the resent past was classified as "oil" and now should be reclassified as "gas".

By the authority granted me under the provisions of **Rule 2(a)4** 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 above-described 80-acre non-standard gas spacing and proration unit shall be restored and said order NSP-932 shall be reinstated, if applicable, and returned to full force and affect at this time.

Jurisdiction of this matter shall be further retained for the entry of any such subsequent orders as the Division may deem necessary.

Sincerely WILLIAM J. LEMAY Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs File: NSP-932