STATE OF NEW MEXICO



ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

TONEY ANAYA GOVERNOR

October 28, 1986

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

BHP Petroleum
P. O. Box 2437
Midland, Texas 79702

Attention: Greg Lalicker

Administrative Order NSP-1495-(L)(SD)

Gentlemen:

Reference is made to your application for a 160-acre non-standard gas spacing and proration unit consisting of the following acreage in the South Peterson Pennsylvanian Associated Pool:

ROOSEVELT COUNTY, NEW MEXICO TOWNSHIP 6 SOUTH, RANGE 33 EAST, NMPM Section 11: NE/4

It is my understanding that this unit is to be simultaneously dedicated to your Bledsoe Well No. 1 located 1874 feet from the North line and 766 feet from the East line (Unit H) of said Section 11 and to your Bledsoe Well No. 2 located at an unorthodox gas well location 500 feet from the North line and 700 feet from the East line (Unit A) of said Section 11. The unorthodox gas well location for said Bledsoe Well No. 2 is hereby approved under the provisions of Rule 2(c) of Division Order No. R-5353, as amended. Further, you are hereby permitted to produce the allowable assigned to said unit from both wells in any proportion.

By authority graned me under the provisions of Rule 4(b) of Division Order No. R-5353, as amended, the above non-standard proration unit is hereby approved.

Sincerely,

R. L. STAMETS, Director

RLS/MES/dr

cc: Oil Conservation Division - Hobbs, New Mexico

REMARKS: Administrative Order NSP-1417, dated June 22, 1984, which approved a 120-acre non-standard gas spacing and proration unit in said pool consisting of the S/2 NE/4 and NW/4 NE/4 of said Section 11 and dedicated to the Bledsoe Well No. 1 is hereby stayed until further notice.