STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS GOVERNOR

January 6, 1988

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

Chevron USA, Inc. P.O. Box 670 Hobbs, NM 88240

Attention: R.C. Anderson, Division Manager

Administrative Order NSP-1520

Gentlemen:

Reference is made to your application for a 40-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 10: NE/4 NE/4:

It is my understanding that this unit is to be dedicated to your Eaves Well No. 6 located 554 feet from the North line and 766 feet from the East line (Unit A) of said Section 10.

By authority granted me under the provisions of the Special Rules and Regulations governing the Blinebry Oil and Gas Pool as promulgated by Division Order No. R-8170, as amended, the above non-standard gas proration unit is hereby approved.

Sincerely, WILLIAM J. LeMAY, 'DIRECTOR

WJL/MES/ag

REMARKS: By Administrative Order NSP-996, dated May 9, 1975, the Division authorized an 80-acre non-standard gas spacing and proration unit in the Blinebry Oil and Gas Pool, comprising the E/2 NE/4 of said Section 10, be dedicated to the subject well. Recently the applicant recompleted its Eaves Well No. 5 located 2086 feet from the North line and 766 feet from the East line (Unit H) of said Section 10 as an oil well in the Blinebry zone and was therefore assigned a 40-acre oil spacing and proration unit comprising the SE/4 NE/4 of said Section 10.

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> Therefore, the acreage assigned to the Eaves Well No. 6 was reduced forming the subject 40-acre unit. This application was sought to meet the requirements set forth in the Special Rules for the Blinebry Oil and Gas Pool. Further, said Division Order NSP-996 is hereby stayed until further notice.

cc: Oil Conservation Division - Hobbs