

State of New Mexico
ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT
Santa Fe, New Mexico 87505



OIL CONSERVATION DIVISION



January 12, 1995

Chevron U.S.A. Production Company
P. O. Box 1150
Midland, Texas 79702

Attention: Lloyd V. Trautman

Administrative Order NSP-1612-A

Dear Mr. Trautman:

By Division Administrative Order NSP-1612(SD)(NSL), as amended, Chevron was authorized a 120-acre non-standard gas spacing and proration unit (GPU) in the Blinebry Oil and Gas Pool comprising the N/2 NW/4 and SW/4 NW/4 of Section 28, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico. Blinebry gas production from said unit has until recently been simultaneously dedicated to the Eunice King Well No. 19 (API No. 30-025-06856), located at a standard gas well location 660 feet from the North line and 1980 feet from the West line (Unit C) of said Section 28 and to the Eunice King Well No. 24 (API No. 30-025-06864), located at an unorthodox gas well location 2086 feet from the North line and 760 feet from the West line (Unit E) of said Section 28.

Reference is made to your application dated October 11, 1994 to reduce said 120-acre GPU by deleting the 80 acres comprising the W/2 NWW/4 of said Section 28. It is our understanding that the NW/4 NW/4 (Unit D) of said Section 28 is to be utilized as a standard 40-acre "oil" spacing and proration unit in the Blinebry Oil and Gas Pool for the Eunice King Well No. 25 (API No. 30-025-06865) and the SW/4 NW/4 (Unit E) of said Section 28 is now unproductive since the Eunice King Well No. 24 is now being utilized as a salt water disposal well (Division Administrative Order SWD-550).

By authority granted me under the provisions of Rule 4(b) 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 following described 40-acre gas spacing and proration unit to be dedicated to said Eunice King Well 19 is hereby approved:

VILLAGRA BUILDING - 408 Galisteo

Forestry and Resources Conservation Division
P.O. Box 1948 87504-1948
827-5830

Park and Recreation Division
P.O. Box 1147 87504-1147
827-7465

2040 South Pacheco

Office of the Secretary
827-5950

Administrative Services
827-5925

Energy Conservation & Management
827-5900

Mining and Minerals
827-5970

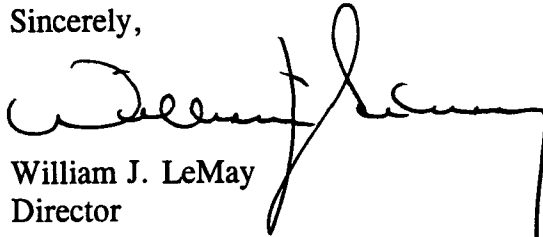
Oil Conservation
827-7131

Administrative Order NSP-1612-A
Chevron U.S.A. Production Company
January 12, 1995
Page 2

LEA COUNTY, NEW MEXICO
TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM
Section 28: NE/4 NW/4

Division Administrative Order NSP-1612(SD)(NSL) is hereby placed in abeyance until further notice.

Sincerely,

A handwritten signature in black ink, appearing to read 'William J. LeMay', is written over the typed name and title. The signature is fluid and cursive, with a long horizontal stroke extending to the right.

William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs
File: NSP-1612(SD)(NSL)
NSP-1510