

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION



GARREY CARRUTHERS
GOVERNOR

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

August 4, 1987

Chevron USA, Inc.
P.O. Box 610
Hobbs, NM 88240

Attention: R. C. Anderson

Administrative Order NSP-1510

Dear Mr. Anderson:

Reference is made to your application for a 40-acre non-standard gas proration unit consisting of the following acreage in the Blinebry Gas Pool:

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

It is my understanding that this unit is to be dedicated to your Eunice King Well No. 24 located 2086 feet from the North line and 760 feet from the West line (Unit E) of said Section 28.

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

Sincerely,

A handwritten signature in cursive script, appearing to read "William J. LeMay".

WILLIAM J. LeMAY, DIRECTOR

WJL/MES/ag

cc: Oil Conservation Division - Hobbs
/Case No. 5742

REMARKS:

Division Order No. R-5264 dated August 31, 1976, authorized a 160-acre non-standard gas spacing and proration unit in the Blinebry Gas Pool consisting of the S/2 NW/4 and W/2 NE/4 of Section 28, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico to be simultaneously dedicated to the Eunice King Wells Numbers 15 and 24 located in Units F and E, respectively, of said Section 28. Applicant's Eunice King Well No. 10, located in the NW/4 NE/4 (Unit B) of said Section 28, was recently recompleted as a Blinebry Oil Well and assigned a 40-acre oil spacing and proration unit accordingly. This reduced the size of the non-standard gas unit for Wells Numbers 15 and 24 to 120 acres comprising the S/2 NW/4 and SW/4 NE/4. Effective June 1, 1987 the Eunice King Well No. 15 (Unit F) was reclassified as an oil well and was therefore assigned a 40-acre oil spacing and proration unit. This further reduces the non-standard gas spacing and proration unit to where there is only 40-acres contained in a single governmental quarter section with a gas well thereon. This application is being sought to meet the requirements for a non-standard gas spacing and proration unit set forth by Division Order No. R-8120, as amended. Said Division Order No. R-5264 is hereby stayed until further notice.