STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

April 11, 1995

Plains Petroleum Operating Company 415 West Wall Street - Suite 1000 Midland, Texas 79701

Attention: Bonnie Husband

Administrative Order NSP-1724(L)

Dear Ms. Husband:

Reference is made to your application dated January 17, 1995 for an 80-acre non-standard gas spacing and proration unit consisting of the following acreage in the Bluitt-San Andres Associated Pool:

ROOSEVELT COUNTY, NEW MEXICO TOWNSHIP 8 SOUTH, RANGE 38 EAST, NMPM

Section 19: W/2 NE/4.

It is my understanding that this unit is to be dedicated to your existing Bluitt "19" Federal Well No. 2, also known as the Bluitt San Andres Unit Sec. 19 Well No. 2, (API No. 30-041-20212), located at an unorthodox gas well location 660 feet from the North line and 1980 feet from the East line (Unit B) of said Section 19.

By authority granted me under the provisions of Rules 4(b) and 2(c) of the "General Rules and Regulations for the Associated Oil and Gas Pools of Northwest and Southeast New Mexico/Special Rules and Regulations Bluitt-San Andres Associated Pool", as promulgated by Division Order No. R-5353, as amended, the above-described 80acre non-standard gas spacing and proration unit and unorthodox gas well location are hereby approved.

Sincerely.

William J. LeMay

Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs

US Bureau of Land Management - Roswell