



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

November 22, 1995
Midland, Texas

Administrative Application for
Reclassification from Gas to Oil Well,
Standard Oil Proration Unit,
Standard Oil Well Location,
Abeyance of Simultaneous Dedication.
Mark No. 11
430' FNL and 960' FEL, Unit A,
Section 3, T22S, R37E
Lea County, New Mexico

State of New Mexico
Energy, Minerals & Natural Resources Dept.
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504

Attention: Mr. William J. LeMay - Director

Dear Mr. LeMay:

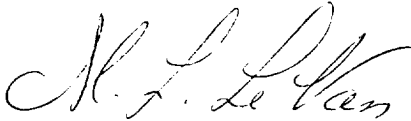
Chevron U.S.A. Inc. respectfully requests administrative approval to reclassify the Mark No. 11 as a standard Blinbry oil well location and to dissolve the simultaneous dedication on a Blinbry Gas Proration Unit with the Mark No. 7 well.

Well No. 11 needs to be reclassified as an oil well, per OCD guidelines, as the GOR has fallen below 50,000 to 1. A standard 40 acre proration unit is proposed to be dedicated to the Mark No. 11. The location of the proposed proration unit is the NE/4 NE/4, Section 3, T22S, R37E. Well No. 11 is located at 430' FNL and 960' FEL in Section 3, T22S, R37E, Lea County, New Mexico. This well was a standard Blinbry oil well location and became a non-standard gas well location upon OCD Administrative Order NSP-1716(SD)(L).

A copy of this administrative application is being provided to our offset operators via Certified Mail. Attached is a commercial map and a Form C-102 plat illustrating the proration unit acreage and well location. Also included is a copy of the letter sent to our offset operators.

If you have any questions, or if you require further information, please contact Michelle LeVan at (915) 687-7307.

Sincerely,

A handwritten signature in cursive script, appearing to read "M. L. LeVan".

M. L. LeVan
Petroleum Engineer
New Mexico Area

/tmdr
14634.DOC

Attachments

cc: NMOCD - Hobbs, New Mexico
C.O. Blake
M. L. LeVan
S. J. Gray
R.E. Green
J.A. Howard
Central Files - Lease and Well Files

CHEVRON U.S.A. INC.

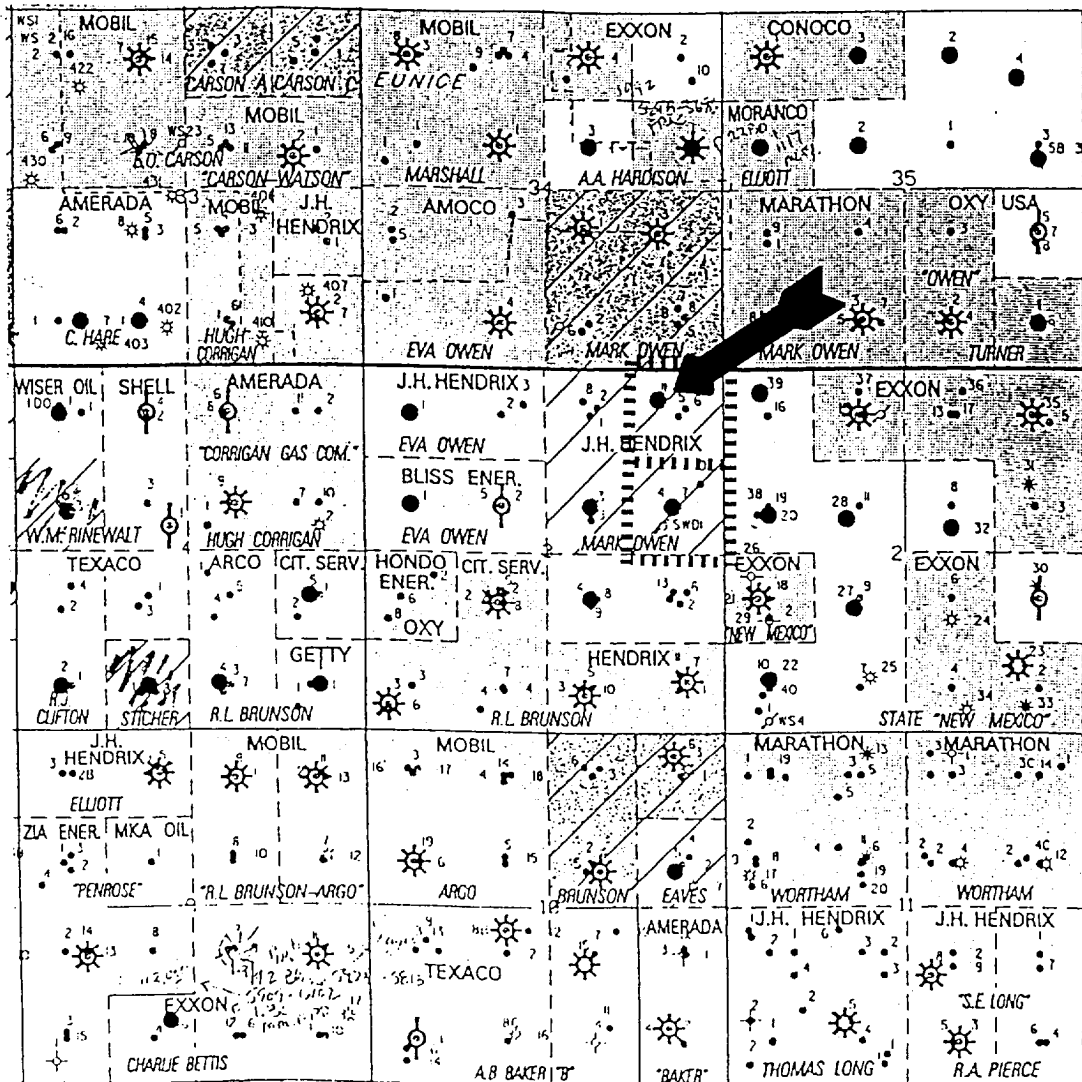
Administrative Application for
Reclassification from Gas to Oil Well,
Standard Oil Proration Unit,
Standard Oil Well Location,
Abeyance of Simultaneous Dedication.

Mark No. 11

430' FNL and 960' FEL, Unit A,

Section 3, T22S, R37E

Lea County, New Mexico



CHEVRON U.S.A. INC.

Administrative Application for
Reclassification from Gas to Oil Well,
Standard Oil Proration Unit,
Standard Oil Well Location,
Abeyance of Simultaneous Dedication.

Mark No. 11

430' FNL and 960' FEL, Unit A,
Section 3, T22S, R37E
Lea County, New Mexico

OFFSET OPERATORS

Amoco Production Company
200 Amoco Court
Farmington, NM 87401

OXY USA INC.
Regulatory Affairs Department
P.O. Box 50250
Midland, TX 79710-0250

John H. Hendrix Corporation
223 Wall St.
Midland, TX 79701

Exxon Company U.S.A.
Box 1600
Midland, TX 79702

Anadarko Petroleum
Box 130
Artesia, NM 88211-0130

District I
 PO Box 1988, Hobbs, NM 88241-1988
 District II
 PO Drawer DD, Artesia, NM 88211-0719
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
 Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
 PO Box 2088
 Santa Fe, NM 87504-2088

Form C-102
 Revised February 10, 1994
 Instructions on back
 Submit to Appropriate District Office
 State Lease - 4 Copies
 Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-26051		Pool Code 06660		Pool Name Blinckru Oil + Gas	
Property Code 2678		Property Name Mark			Well Number 11
OGRID No. 4323		Operator Name Chevron			Elevation

10 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	3	22S	37E		430	North	980	East	Lea

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

12 Deduct Acres 40	13 Joint or Infill	14 Consolidation Code	15 Order No.
-----------------------	--------------------	-----------------------	--------------

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16	Sect. 3				17 OPERATOR CERTIFICATION	
					I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.	
					Signature: <u>Michelle L. LeVan</u> Printed Name: <u>Michelle L. LeVan</u> Title: <u>Petroleum Engineer</u> Date: <u>11/21/95</u>	
					18 SURVEYOR CERTIFICATION	
				I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.		
				Date of Survey		
				Signature and Seal of Professional Surveyor:		
				Certificate Number		

NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

November 13, 1995

Chevron USA Inc.
ATT: Rory Matthews
P. O. Box 1150
Midland, TX 79702

RE: Reclassification of Well
Mark, #11-A
Sec. 03-T22S-R37E
Blinebry Oil & Gas Pool

Gentlemen:

Due to the recently submitted scheduled Gas-Oil Ratio Test the above-referenced well will be reclassified from a prorated gas well to an oil well in the Blinebry Oil & Gas Pool effective January 1, 1996, and the gas allowable cancelled effective that date.

If for some reason you feel this test does not reflect the proper classification of the well, please submit another test for our consideration by November 27, 1995.

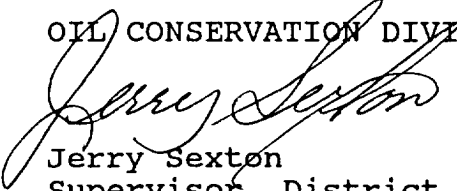
If the well is to be reclassified to an oil well in the Blinebry Oil & Gas Pool, please submit the following:

- 1.) Revised From C-102, acreage dedication plat, outlining 40 acres for this oil well completion.
- 2.) C-104 showing reclassification from gas to oil effective January 1, 1996, and designating change of transporters to oil and casinghead gas.

If you have questions concerning the above, please contact Nelda Morgan at (505) 393-6161.

Very truly yours,

OIL CONSERVATION DIVISION


Jerry Sexton
Supervisor, District I

JS:nm

