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



OIL CONSERVATION DIVISION

New Heatra **DRUG** FREE H's a State of H'and I

February 24, 1995

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

Attention: Lloyd Trautman

Administrative Order NSP-1422-A

Dear Mr. Trautman:

Reference is made to your application dated October 25, 1994 for a 40-acre non-standard gas spacing and proration unit ("GPU") consisting of the following acreage in the Blinebry Oil and Gas Pool:

LEA COUNTY, NEW MEXICO <u>TOWNSHIP 22 SOUTH, RANGE 38 EAST, NMPM</u> Section 30: NE/4 SW/4

It is my understanding that this unit is to be dedicated to your existing Drinkard (NCT-B) Well No. 7 (API No. 30-025-28590), located 2120 feet from the South line and 1980 feet from the West line (Unit K) of said Section 30.

By authority granted me under the provisions of Rule 4(b)2 of the "Special Rules and Regulations for the Blinebry Oil and Gas Pool" as promulgated by Division Order No. R-8170, as amended, the above-described 40-acre non-standard gas spacing and proration unit is hereby

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-1422-A Chevron U.S.A. Production Company February 24, 1995 Page 2

approved. Also, you are hereby permitted to produce the allowable assigned the subject GPU, in accordance with Rule 5 of said pool rules based upon a unit size of 40 acres.

Sincerely, William J. LeMay Director WJL/MES/kv

cc: Oil Conservation Division - Hopbs File: NSP-1422 DHC-684

> REMARKS: Blinebry production from this well is being downhole commingled with Tubb production under authority of Division Administrative Order DHC-684, dated January 6, 1988.