

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

February 19, 1992



POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Conoco Inc.
10 Desta Drive West
Midland, TX 79705-4514

Attention: Jerry W. Hoover

Administrative Order SD-92-1

Dear Mr. Hoover:

Reference is made to your letter dated January 16, 1992, notifying the OCD of Conoco's intent to reestablish a standard 160-acre gas spacing and proration unit in the Blinebry Gas Pool to comprise the NE/4 of Section 27, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico. It is our understanding that said unit is to be simultaneously dedicated to Conoco's Lockhart A-27 Well No. 5 located at a standard gas well location 660 feet from the North and East lines in Unit A and Well No. 11 also located at a standard gas well location 1980 feet from the North line and 660 feet from the East line in Unit H.

You are hereby permitted to produce the allowable assigned said 160-acre unit from both wells in any proportion.

Also, Division Administrative Order NSP-722, dated November 3, 1965, which established a 120-acre non-standard gas proration unit in the Blinebry Gas Pool comprising the N/2 NE/4 and SW/4 NE/4 of said Section 27 and had dedicated thereon the Lockhart A-27 Well No. 5, is hereby placed in abeyance until further notice.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay".

William J. LeMay
Director

WJL/MES/jc

cc: Oil Conservation Division - Hobbs
File: NSP-722