STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

March 21, 1997

Exxon Corporation P. O. Box 1600 Midland, Texas 79702-1600 Attention: Alex M. Correa

Administrative Order NSP-1770

Dear Mr. Correa:

Reference is made to your application dated February 18, 1997 to establish two non-standard 40-acre gas spacing and proration units ("GPU") consisting of the following acreage in the Blinebry Oil and Gas Pool in Section 2, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico:

- (a) the SE/4 SW/4 (Unit N) of said Section 2 is to be dedicated to the existing New Mexico "S" State Well No. 7 (API No. 30-025-09956), located at a standard gas well location 660 feet from the South line and 1980 feet from the West line; and,
- (b) the NW/4 SW/4 (Unit L) of said Section 2 is to be dedicated to the existing New Mexico "S" State Well No. 21 (API No. 30-025-09970), located at a standard gas well location 1980 feet from the South line and 500 feet from the West line.

By authority granted me under the provisions of Rule 2(a)4 of the "General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Blinebry Oil and Gas Pool", as promulgated by Division Order No. R-8170, as amended, both of the two above-described 40-acre GPU's are hereby approved. Also, you are hereby permitted to produce the allowable assigned the subject GPU's, in accordance with Rule 5 of said pool rules based upon a unit sizes of 40 acres.

Division Administrative Order SD-96-5 shall be placed in abeyance until further notice.

Sincerely,

ty Dineers William J. LeMay Director

WJL/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs File: SD-96-5 NSP-1667 NSP-1616

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 9, 1996

Exxon Corporation P. O. Box 1600 Midland, Texas 79702-1600 Attention: Alex Correa

Administrative Order SD-96-5

Dear Mr. Correa:

Reference is made to your application dated March 4, 1996 and to Division Case 11479, Exxon Corporation is hereby authorized to simultaneously dedicate Blinebry Gas Pool production to a standard 160-acre gas spacing and proration unit comprising the SW/4 of Section 2, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico, from the following four wells:

- the New Mexico "S" State Well No. 7 (**API No. 30-025-09956**) located at a standard gas well location 660 feet from the South line and 1980 feet from the West line (Unit N) of said Section 2;

- the New Mexico "S" State Well No. 21 (**API No. 30-025-09970**) located 1980 feet from the South line and 500 feet from the West line (Unit L) of said Section 2;

- the New Mexico "S" State Well No. 22 (**API No. 30-025-09971**) located at a standard gas well location 800 feet from the South line and 660 feet from the West line (Unit M) of said Section 2; and,

- the New Mexico "S" State Well No. 27 (**API No. 30-025-25144**) located at a standard gas well location 1830 feet from the South line and 1900 feet from the West line (Unit K) of said Section 2.

Further, Exxon Corporation is permitted to produce the allowable assigned said standard 160acre gas spacing and proration unit from all four wells in any proportion. Administrative Order SD-96-5 Exxon Corporation April 9, 1996 Page 2

Division Administrative Order NSP-1667, dated May 3, 1993, which order authorized the formation of a non-standard 80-acre gas spacing and proration unit in the Blinebry Oil and Gas Pool comprising the SW/4 NW/4 and the NW/4 SW/4 of said Section 2 and had dedicated thereon the aforementioned New Mexico "S" State Well No. 21, is hereby placed in abeyance until further notice.

Sincerely, William J. LeMa Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs New Mexico State Land Office - Santa Fe Division Case File 11479 File: NSP-1667 NSP-1616 STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE. NEW MEXICO 87504 (505) 827-5800

May 3, 1993

Exxon Company, USA P.O. Box 1600 Midland, TX 79702-1600

Attention: Alex M. Correa, Administrative Specialist

Administrative Order NSP-1667

Dear Mr. Correa:

Reference is made to your application dated February 5 and March 25, 1993 for an 80-acre non-standard gas spacing and proration unit consisting of the following acreage in the Blinebry Oil and Gas Pool:

LEA COUNTY, NEW MEXICO <u>TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM</u> Section 2: SW/4 NW/4 and NW/4 SW/4

It is my understanding that this unit is to be dedicated to your existing New Mexico "S" State Well No. 38 located at a standard gas well location 2100 feet from the North line and 660 feet from the West line (Unit E) of said Section 2.

By authority granted me under the provisions of Rule 2(a)4 and 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 non-standard gas spacing and proration unit is hereby approved.

In light of an error on the part of the Division that caused a delay in approval of this application, the effective date of this order shall be made retroactive to March 2, 1993, which depicts the required 20-day waiting period following the February 10, 1993 receipt date of the original application.

Administrative Order NSP-1667 Exxon Company, USA May 3, 1993 Page 2

REMARKS: It is our understanding that the New Mexico "S" State Well No. 21, located 1980 feet from the South line and 500 feet from the West line (Unit L) of said Section 2 in which a non-standard 40-acre gas spacing and proration unit comprising the NW/4 SW/4 of said Section 2 is dedicated (NSP-1616, dated January 22, 1991) is to be abandoned from the Blinebry zone.

Sincere!

William J. LeMay,

Director

WJL/MES/amg

cc: Oil Conservation Division - Hobbs NM State Land Office - Santa Fe File: NSP-1616



December 21, 1999

Exxon Company, U.S.A. P. O. Box 4358 Houston, Texas 77210-4358 Attention: Charlotte Harper

Reinstatement of Division Administrative Orders NSP-1599 and NSP-1667 (L)

Dear Ms. Harper:

Reference is made to the following: (i) your two initial applications dated May 28, 1999; (ii) the New Mexico Oil Conservation Division's ("Division") response to both applications by letter dated June 7, 1999 from Mr. Michael E. Stogner, Chief Hearing Officer/Engineer in Santa Fe withdrawing these applications; (iii) your re-submittal of both applications to the Division on August 10, 1999; and (iv) the Division's records in Santa Fe: all concerning Exxon Company, U.S.A.'s ("Exxon") request to:

- (1) reinstate Division Administrative Order NSP-1599, dated April 18, 1990, which established a non-standard 39.76-acre gas spacing and proration unit in the Blinebry Oil and Gas Pool comprising Lot 3 (Unit C) of Section 2, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico, for Exxon 's New Mexico "S" State Well No. 14 (API No. 30-025-09948), located at a standard gas well location for this unit 660 feet from the North line and 1980 feet from the West line of Section 2;
- (2) reinstate Division Administrative Order NSP-1667, dated May 3, 1993, which established a non-standard 80-acre gas spacing and proration unit in the Blinebry Oil and Gas Pool comprising the SW/4 NW/4 and the NW/4 SW/4 of Section 2; and
- (3) simultaneously dedicate the above-described 80-acre non-standard gas spacing and proration unit to Exxon's: (i) New Mexico "S" State Well No. 21 (API No. 30-025-09970), located at an unorthodox gas well location 1980 feet from the South line and 500 feet from the West line (Unit L) of Section 2; and (ii) New Mexico "S" State Well No. 38 (API No. 30-025-25508), located at a standard gas well location for this unit 2100 feet from the North line and 660 feet from the West line (Unit E) of Section 2.

Reinstatement of Division Administrative Orders NSP-1599 and NSP-1667(L) Exxon Company USA December 21, 1999 Page 2

By Division Administrative Order NSP-1771, dated March 21, 1997, and Corrected Administrative Order NSP-1771, dated March 28, 1997:

- (i) a non-standard 40-acre gas spacing and proration unit, comprising the SW/4 NW/4 (Unit E) of Section 2 was formed for the abovedescribed New Mexico State "S" Well No. 38; and
 - (ii) placed Division Order No. R-10579, issued in Case No. 11479 and dated April 9, 1996, which order established a 159.92-acre non-standard gas spacing and proration unit in the Blinebry Oil and Gas Pool comprising Lots 2 and 3 and the S/2 NW/4 of Section 2 and authorized the simultaneous dedication of this acreage to Exxon's: (i) above-described New Mexico "S" State Well No. 14 in Lot 3/Unit C of Section 2; (ii) New Mexico "S" State Well No. 28 (API No. 30-025-25268), located at an unorthodox gas well location 2160 feet from the North line and 1800 feet from the West line (Unit F) of Section 2; and (iii) above-described New Mexico "S" State Well No. 38 in Unit E of Section 2, in abeyance until further notice.

By Division Administrative Order NSP-1770, dated March 21, 1997 two non-standard 40acre gas spacing and proration units were formed in the SW/4 of Section 2:

- (i) the SE/4 SW/4 (Unit N) was established and dedicated to Exxon's New Mexico "S" State Well No. 7 (API No. 30-025-09956), located at a standard gas well location 660 feet from the South line and 1980 feet from the West line of Section 2; and
- (ii) the NW/4 SW/4 (Unit L) was established and dedicated to Exxon's New Mexico "S" State Well No. 21 (API No. 30-025-09970), located at a standard gas well location 1980 feet from the South line and 500 feet from the West line of Section 2.

The subject applications have been duly filed under the provisions of Division Rule 104.F and the applicable provisions of the "*Special Rules and Regulations for the Blinebry Oil and Gas Pool*", as promulgated by Division Order No. R-8170, as amended.

IT IS THEREFORE ORDERED THAT:

(1) By the authority granted me under the provisions of **Rule 2(d)** of the special

Reinstatement of Division Administrative Orders NSP-1599 and NSP-1667(L) Exxon Company USA December 21, 1999 Page 3

Blinebry Oil and Gas Pool rules:

- (A) Division Administrative Order NSP-1599, which initially established the non-standard 39.76-acre gas spacing and proration unit in the Blinebry Oil and Gas Pool comprising Lot 3 (Unit C) of Section 2 for Exxon's New Mexico "S" State Well No. 14 (API No. 30-025-09948), located at a standard gas well location for this unit 660 feet from the North line and 1980 feet from the West line of Section 2, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico, is hereby reinstated and shall remain in full force and affect until further notice; and
- (B) Division Administrative Order NSP-1667, which established the non-standard 80-acre gas spacing and proration unit in the Blinebry Oil and Gas Pool comprising the SW/4 NW/4 and the NW/4 SW/4 of Section 2 is hereby reinstated and shall remain in full force and affect until further notice.
- (C) Furthermore, Exxon is hereby authorized to simultaneously dedicate the this 80-acre unit to its: (i) New Mexico "S" State Well No. 21 (API No. 30-025-09970), located at an unorthodox gas well location 1980 feet from the South line and 500 feet from the West line (Unit L) of Section 2; and (ii) New Mexico "S" State Well No. 38 (API No. 30-025-25508), located at a standard gas well location for this unit 2100 feet from the North line and 660 feet from the West line (Unit E) of Section 2. Exxon is hereby permitted to produce the allowable assigned this non-standard 80-acre gas spacing and proration unit from both wells in any proportion.

(2) Corrected Administrative Order NSP-1771, dated March 28, 1997 shall be placed in abeyance until further notice.

(3) The portion of Division Administrative Order NSP-1770 that established the nonstandard 40-acre unit comprising the NW/4 SW/4 (Unit L) of Section 2 for the New Mexico "S" State Well No. 21 shall be placed in abeyance until further notice, all other provisions of this order shall remain in full force and effect. Reinstatement of Division Administrative Orders NSP-1599 and NSP-1667(L) Exxon Company USA December 21, 1999 Page 4

(4) Jurisdiction of this matter shall be further retained for the entry of any such subsequent orders as the Division deems necessary.

Sincerely,

Veolenberry by De

LOR WROTENBERY Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs New Mexico State Land Office - Santa Fe

File: NSP-1599 NSP-1667 NSP-1770 NSP-1771 NSP-955 NSP-1616 / SD-96-5 Case No. 11479