

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

November 30, 1992

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

Chevron U.S.A. Production Company
Attention: Lloyd V. Trautman
P.O. Box 1150
Midland, TX 79702

Administrative Order NSP-1653(NSL)
(Administrative Amendment to Division Order No. R-2582)

Dear Mr. Trautman:

By Division Order No. R-2852 dated December 28, 1964, a 120-acre non-standard Blinebry gas spacing and proration unit comprising the E/2 SE/4 of Section 28 and the NE/4 NE/4 of Section 33, both in Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, was authorized to be dedicated to the J.N. Carson (NCT-C) Well No. 6 located 330 feet from the South line and 965 feet from the East line (Unit P) of said Section 28.

Reference is made to your application dated November 4, 1992 to reduce said 120-acre unit by deleting the NE/4 SE/4 (Unit I) of said Section 28, which is being utilized by Chevron as a 40-acre oil spacing and proration unit in the Blinebry Oil and Gas Pool for the J.N. Carson (NCT-C) Well No. 9 located 2080 feet from the South line and 766 feet from the East line (Unit I) of said Section 28.

Furthermore, the subject No. 6 well was originally drilled and completed in the Hare Pool in 1950 at a standard oil well location. This well has also been the subject of several orders involving its acreage dedication in the Blinebry Gas Pool (Division Order Nos. R-1253 and R-1253-A).

At this time, by authority granted me under the provisions of Rule 4(b) of the Special Rules and Regulations for the Blinebry Oil and Gas Pool, as promulgated by Division Order No. R-8170, as amended, an 80-acre gas spacing and proration unit in said pool comprising the SE/4 SE/4 of said Section 28 and the NE/4 NE/4 of said Section 33 is hereby approved. Also, the resulting unorthodox gas well location for the J.N. Carson (NCT-C) Well No. 6 is also approved under the provisions of Rule 2(c) of said Order No. R-8170, as amended.

Administrative Order NSP-1653(NSL)

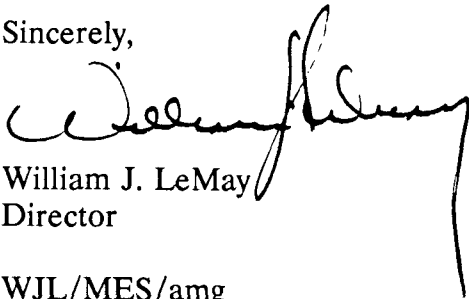
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Division Order No. R-2852 is hereby placed in abeyance until further notice.

Sincerely,

A handwritten signature in black ink, appearing to read 'William J. LeMay', with a long, sweeping vertical line extending downwards from the end of the signature.

William J. LeMay
Director

WJL/MES/amg

cc: Oil Conservation Division - Hobbs
Larry Van Ryan - Chief, Gas Proration