STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

May 20, 1994

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

UNOCAL Energy Resources Division UNOCAL Corporation P.O. Box 3100 Midland, TX 79702

Attention: Clayton O. Carson

Administrative Order NSP-1692(L)

Dear Mr. Carson:

Reference is made to your application March 28, 1994, as amended by letter dated May 2, 1994, for an 80-acre non-standard gas spacing and proration unit consisting of the following acreage in the Bluitt-San Andres Associated Pool:

ROOSEVELT COUNTY, NEW MEXICO TOWNSHIP 8 SOUTH, RANGE 38 EAST, NMPM Section 17: S/2 SW/4

It is my understanding that this unit is to be dedicated to your existing Federal "17" Well No. 1 located at an unorthodox gas well location 660 feet from the South line and 1980 feet from the West line (Unit. N) of said Section 17.

By authority granted me under the provisions of Rules 2(c) and 4(b) of the General Rules and Regulations for the Associated Oil and Gas Pools of Northwest and Southeast New Mexico/Special Rules and Regulations for the Bluitt-San Andres Associated Pool, as promulgated by Division Order No. R-5353, as amended, the above unorthodox gas well location and non-standard gas spacing and proration unit are hereby approved.

Sincerely,

William J. LeMay

Director

WJL/MES/amg

cc: Oil Conservation Division - Hobbs

US Bureau of Land Management - Roswell