

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



**OIL CONSERVATION DIVISION**



May 15, 1995

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

**Attention: Lloyd Trautman**

*Administrative Order NSP-1716-A(SD)(L)*

Dear Mr. Trautman:

By Division Administrative Order NSP-1716(SD)(L), dated January 31, 1995, Chevron was authorized a 119.53-acre non-standard gas spacing and proration unit ("GPU") in the Blinebry Oil and Gas Pool comprising Lots 1 and 2 and the SE/4 NE/4 of Section 3, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico. Blinebry gas production from said unit to be simultaneously dedicated to the Mark Well No. 7 (API No. 30-025-09997), located at an unorthodox gas well location 1980 feet from the North line and 760 feet from the East line (Unit H) of said Section 3, the Mark Well No. 8 (API No. 30-025-09998), located at an unorthodox gas well location 554 feet from the North line and 1874 feet from the East line (Lot 2/Unit B) of said Section 3, and the Mark Well No. 11 (API No. 30-025-26051), located at an unorthodox gas well location 430 feet from the North line and 960 feet from the East line (Lot 1/Unit A) of said Section 3.

Reference is made to your application dated April 18, 1995 to reduce said 119.53-acre GPU by deleting the 39.76 acres comprising Lot 2 (Unit C) of said section 3. It is our understanding that Lot 2 is to be utilized as a standard "oil" spacing and proration unit in the Blinebry Oil and Gas Pool for the Mark Well No. 8.

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 following 79.77-acre non-standard gas spacing and proration unit is hereby approved:

**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

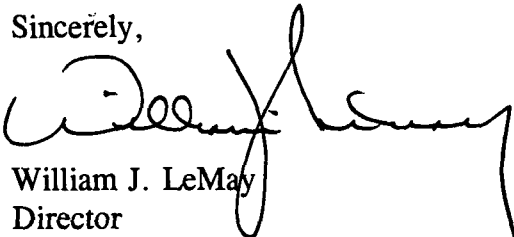
Administrative Order NSP-1716-A(SD)(L)  
Chevron U.S.A. Production Company  
March 15, 1995  
Page 2

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LEA COUNTY, NEW MEXICO  
TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM  
Section 3: Lot 1 and the SE/4 NE/4.

Further, by authority granted me under the provisions of Rule 2(c) of said Special Blinebry Oil and Gas Pool Rules the above-described Mark Well Nos. 7 and 11, located at unorthodox gas well locations for the subject 79.77-acre unit are hereby approved. Chevron is authorized to simultaneously dedicate Blinebry gas production from both wells. 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 79.77 acres.

Sincerely,



William J. LeMay  
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs  
File: NSP-1716(SD)(L) ✓  
NSP-612  
NSP-1446