

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



OIL CONSERVATION DIVISION



February 10, 1995

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

Attention: Lloyd Trautman

Administrative Order NSP-1718

Dear Mr. Trautman:

Reference is made to your application dated October 25, 1994 for a 40-acre non-standard gas spacing and proration unit ("GPU") consisting of the following acreage in the Blinebry Oil and Gas Pool:

LEA COUNTY, NEW MEXICO
TOWNSHIP 22 SOUTH, RANGE 38 EAST, NMPM
Section 31: NW/4 SE/4

It is my understanding that this unit is to be dedicated to your existing Scarborough Estate Well No. 5 (API No. **30-025-12173**), located at a standard gas well location 1980 feet from the South and East lines (Unit J) of said Section 31.

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

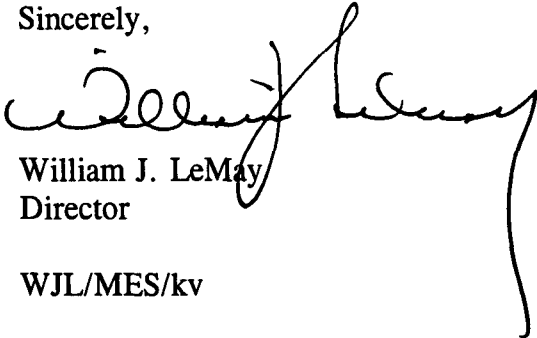
Mining and Minerals
827-5970

Oil Conservation
827-7131

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By authority granted me under the provisions of Rule 4(b)2 of the "*Special Rules and Regulations for the Blinbry Oil and Gas Pool*" as promulgated by Division Order No. R-8170, as amended, the above-described 40-acre non-standard gas spacing and proration unit is hereby approved. 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 40 acres.

Sincerely,

A handwritten signature in black ink, appearing to read 'William J. LeMay', is written over the typed name and title. The signature is fluid and cursive, with a long vertical stroke extending downwards from the end of the name.

William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs