ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT



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



April 6, 1995

Plains Petroleum Operating Company 415 West Wall Street - Suite 1000 Midland, Texas 79701

Attention: Bonnie Husband

Administrative Order NSP-1682-A(L)(SD)

Dear Ms. Husband:

Reference is made to your applications dated May 18, 1994 and June 16, 1994 to increase the acreage of the existing 160-acre non-standard gas spacing and proration unit in the Bluitt-San Andres Associated Pool comprising the SW/4 of Section 18, Township 8 South, Range 38 East, NMPM, Roosevelt County, New Mexico, which was approved by Division Administrative Order NSP-1682, dated February 24, 1994, by adding the W/2 NW/4 of said Section 18 to said non-standard gas spacing and proration unit. Said Order NSP-1682 recognized the dedication of the 160-acre unit to the Bluitt "18" Federal Well No. 11 (API No. 30-041-20854), located at a standard gas well location 1980 feet from the South and West lines (Unit K) of said Section 18.

It is our understanding that such acreage expansion can be viewed as prudent development of Bluitt-San Andres gas production to include this additional acreage which corresponds to the recompletion of and subsequent classification of its Bluitt "18-E" Federal Well No. 5 (API No. 30-041-20176), located at an unorthodox gas well location 2086 feet from the North line and 554 feet from the West line (Unit E) of said Section 18 as a gas well in the Bluitt-San Andres Associated Pool.

By authority granted me under the provisions of **Rule 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 Bluitt-San Andres Associated Pool", as promulgated by Division Order No. R-5353, as amended, the following described 280-acre non-standard gas spacing and proration unit is hereby approved: