

May 13, 1999

Collins & Ware, Inc.
508 West Wall Avenue – Suite 1200
Midland, Texas 79701-5076

Telefax No. (915) 687-3435

Attention: Dianne Sumrall
Production Administrator

Administrative Order NSP-735-A

Dear Ms. Sumrall:

Reference is made to the following: (i) your application dated April 20, 1999; and (ii) the records of the New Mexico Oil Conservation Division ("Division") in Santa Fe: all concerning Collins & Ware, Inc.'s request for an 80-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 21 SOUTH, RANGE 37 EAST, NMPM
Section 33: N/2 SW/4.

It is our understanding that this unit is to be dedicated to Collins & Ware, Inc.'s existing J. G. Hare Well No. 6 (**API No. 30-025-06966**), located at a standard gas well location for the subject 80-acre GPU 1980 feet from the South line and 760 feet from the West line (Unit L) of Section 33.

By authority granted me under the provisions of **Rule 2(d)** of the "*General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Blinebry Oil and Gas Pool*," as promulgated by Division Order No. R-8170, as amended, the above-described 80-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 80 acres.

Sincerely,

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division – Hobbs

File: NSP-735

REMARKS: A previously established 120-acre non-standard Blinebry gas spacing and proration unit comprising the N/2 SW/4 and SW/4 SW/4 of Section 33, which was approved by Division Administrative Order NSP-735, dated January 24, 1966 and was dedicated to Amerada Petroleum Corporation's J. G. Hare Well No. 5 (**API No. 30-025-06965**), located at a standard gas well location 1980 feet from the South and West lines (Unit K) of Section 33, from 1966 to 1974, shall be placed in abeyance until further notice.