R-10062

EXON COMPANY, U.S.A.

POST OFFICE BOX 1600 • MIDLAND, TEXAS 79702-1600

PRODUCTION DEPARTMENT SOUTHWESTERN DIVISION

ENVIRONMENTAL AND REGULATORY AFFAIRS

November 22,1993

Non-Standard Proration Unit Simultaneous Dedication Blinebry (Pro Gas) (Consolidated) F.F. Hardison "B" Lease Wells #7 and 8 Section 27 (SE/4), T21S-R37E Well #4 Section 34 (NE/4), T21S-R37E Lea County, New Mexico

Offset Operators

Gentlemen:

Exxon Corporation is requesting administrative approval of an 80 acre Non-Standard Gas Proration Unit, in the Blinebry (Pro Gas) (Consolidated) for our F. F. Hardison "B" #4. These 80 acres will be comprised of unit letter "B", Section 34 and unit letter "O", Section 27, T21S-R37E, Lea County, New Mexico. Well #4 presently has a 40 acre Non-Standard Gas Proration Unit in the Blinebry (Pro Gas) (Consolidated), (Administrative Order NSP-1618, approved January 22, 1991). The 80 acre Non-Standard gas proration unit will be necessary due to the addition of Blinebry perforations that should cause the gas production to exceed a 40 acre allowable.

We are also requesting administrative approval of a new 120 acre, Non-Standard Gas Proration Unit in the Blinebry (Pro Gas) (Consolidated), for our F. F. Hardison "B" wells #7 and 8. These wells presently have a 120 acre Non-standard gas proration unit and Simultaneous Dedication in the Blinebry (Pro Gas) (Consolidated), (Administrative Order NSP-1482(SD), approved February 13, 1986). This 120 acres is comprised of unit letters "I", "O", and "P", Section 27, T21S-R37E, Lea County, New Mexico. The new Non-Standard gas proration unit will be comprised of unit letters "J", "I", and "P". The reason to rearrange the 120 acre gas proration unit is to allow well #4, described in the preceding paragraph, to have unit letter "O", Section 27, T21S-R37E, and to expand from a 40 acre gas proration unit to an 80 acre gas proration unit. The three remaining 40 acre proration units in the NE/4 of Section 34 are assigned to 3 Blinebry oil wells.

If you have no objections to the above referenced Non-Standard Gas Proration Units and continued Simultaneous Dedication, please sign and return one copy of the enclosed waiver to the N.M.O.C.D. office in Santa Fe and one copy to me. Return envelopes are enclosed. If you have any questions, please call me at (915) 688-6782.

Sincarely, City Carrier Alex M. Correa

AMC:mds/60

