



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

BRUCE KING
GOVERNOR

December 3, 1991

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

John H. Hendrix Corporation
223 West Wall, Suite 525
Midland, TX 79701

Attn: Ron Westbrook

Re: Proposed Recompletion to Blinebry
Walter Lynch #3-M Sec. 1, T22S, R37E

Gentlemen:

It is our understanding that you propose to attempt an oil well completion in the Blinebry zone in the above-referenced well. This well lies within a 160-ac Blinebry Gas proration unit consisting of the SW/4 of Sec. 1, T22S, R37E operated by American Exploration Company and dedicated to their Lynch Christmas Com #4.

(If your Blinebry oil well completion is successful, before the well can be produced you will need to request that American Exploration have their gas proration unit reduced to 120 acres, deleting the 40 acres to be dedicated to your well.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton
Supervisor, District I

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cc: American Exploration Co.
Attn: Marty B. McClanahan
700 Louisiana, Suite 2100
Houston, TX 77002

*4-192 American assigned Blinebry acreage to John Hendrix
SW/4 Sec. 1*

