

EXXON COMPANY, U.S.A.
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PRODUCTION DEPARTMENT
SOUTHWESTERN DIVISION

ENVIRONMENTAL AND REGULATORY AFFAIRS

February 1, 1993

New Mexico "S" State Well No. 12
Section 2, T-22S-R37E
Lea County, New Mexico
Blinebry Oil and Gas

Mr. Jerry Sexton
New Mexico Oil Conservation Division
P. O. Box 1980
Hobbs, New Mexico 88240

Dear Mr. Sexton:

This letter is to confirm our conservation of January 26, 1993 which authorized continued production of the New Mexico "S" State well no. 12 base on a 40 acre allowable. This well is located in Section 2, T22S-R37E.

On January 15, 1992, I submitted a new C-102 showing 40 acres dedicated to this well since the production caused it to go from a gas well to an oil well. On January 8, 1992, we fractured the existing Blinebry perforations. Based on a test taken January 24 the production was 3 B0 plus 359,000 cu. ft. g.p.d. plus 35 BW/24'. This rate will require a reclassification to a Blinebry Gas well.

I will immediately begin preparing the Sundry Notice, C-102 and notify the offset operators requesting a Non-Standard proration unit of 80 acres.

If there any questions, please call me at 915/688-6782.

Sincerely,

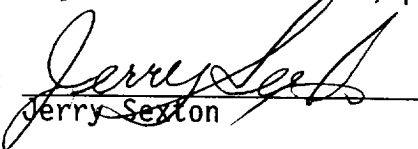


Alex M. Correa

AMC/mcn
Enclosure
B:24.AMC

If you agree with the above, please sign and return the enclosed copy.

Name:


Jerry Sexton

Date:

2-14-93

