



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

March 21, 1997

Exxon Corporation
P. O. Box 1600
Midland, Texas 79702-1600
Attention: Alex M. Correa

Administrative Order NSP-1770

Dear Mr. Correa:

Reference is made to your application dated February 18, 1997 to establish two non-standard 40-acre gas spacing and proration units ("GPU") consisting of the following acreage in the Blinebry Oil and Gas Pool in Section 2, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico:

- (a) the SE/4 SW/4 (Unit N) of said Section 2 is to be dedicated to the existing New Mexico "S" State Well No. 7 (API No. 30-025-09956), located at a standard gas well location 660 feet from the South line and 1980 feet from the West line; and,
- (b) the NW/4 SW/4 (Unit L) of said Section 2 is to be dedicated to the existing New Mexico "S" State Well No. 21 (API No. 30-025-09970), located at a standard gas well location 1980 feet from the South line and 500 feet from the West line.

By authority granted me under the provisions of Rule 2(a)4 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, both of the two above-described 40-acre GPU's are hereby approved. Also, you are hereby permitted to produce the allowable assigned the subject GPU's, in accordance with Rule 5 of said pool rules based upon a unit sizes of 40 acres.

Division Administrative Order SD-96-5 shall be placed in abeyance until further notice.

Sincerely,


William J. LeMay
Director

WJL/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs
File: SD-96-5
NSP-1667
NSP-1616