

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

BRUCE KING GOVERNOR March 29, 1993

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

Exxon Coroporation PO Box 1600 Midland, TX 79702 Attn: Alex Correa RE: New Mexico S State #21

Unit L, Sec. 2, T22S, R37E Blinebry O&G

Gentlemen:

Your request for TA of the Blinebry zone in the above-referenced well has been received. However, we will consider this as a SI Blinebry well since the packer leakage test will confirm casing integrity. Packer leakage tests will still be required annually. Under our current TA rule we only give TA approvals for wellbores and since you will still have one producing zone in this well TA status is not necessary at this time.

You may go ahead and get the 80-acre Blinebry proration unit for the #38 and the #21 will just remain shutin in the Blinebry. You might consider asking for simultaneous dedication at the hearing in case you might want to return the #21 to production in the Blinebry.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton Supervisor, District I

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