

State of New Mexico
ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT
 Santa Fe, New Mexico 87505



OIL CONSERVATION DIVISION



May 15, 1995

Chevron U.S.A. Production Company
 P.O. Box 1150
 Midland, Texas 79702-1150

Attention: Lloyd Trautman

Administrative Order NSP-1716-A(SD)(L)

Dear Mr. Trautman:

By Division Administrative Order NSP-1716(SD)(L), dated January 31, 1995, Chevron was authorized a 119.53-acre non-standard gas spacing and proration unit ("GPU") in the Blinebry Oil and Gas Pool comprising Lots 1 and 2 and the SE/4 NE/4 of Section 3, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico. Blinebry gas production from said unit to be simultaneously dedicated to the Mark Well No. 7 (API No. 30-025-09997), located at an unorthodox gas well location 1980 feet from the North line and 760 feet from the East line (Unit H) of said Section 3, the Mark Well No. 8 (API No. 30-025-09998), located at an unorthodox gas well location 554 feet from the North line and 1874 feet from the East line (Lot 2/Unit B) of said Section 3, and the Mark Well No. 11 (API No. 30-025-26051), located at an unorthodox gas well location 430 feet from the North line and 960 feet from the East line (Lot 1/Unit A) of said Section 3.

Reference is made to your application dated April 18, 1995 to reduce said 119.53-acre GPU by deleting the 39.76 acres comprising Lot 2 (Unit C) of said section 3. It is our understanding that Lot 2 is to be utilized as a standard "oil" spacing and proration unit in the Blinebry Oil and Gas Pool for the Mark Well No. 8.

By authority granted me under the provisions of Rule 4(b)2 of the "Special Rules and Regulations for the Blinebry Oil and Gas Pool" as promulgated by Division Order No. R-8170, as amended, the following 79.77-acre non-standard gas spacing and proration unit is hereby approved.

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