

OIL CONSERVATION DIVISION

February 29, 1996

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

Attention: Michelle L. LeVan

Re: *Administrative Order NSP-1721*

Dear Ms. LeVan:

Per your letters dated January 18 and February 2, 1996, notifying the Division that the two wells that were the subject of Division Administrative Order NSP-1721, dated March 27, 1995; which order created the 120-acre non-standard gas spacing and proration unit ("GPU") comprising the NE/4 NE/4 and S/2 NE/4 of Section 14, Township 22 South, Range 37 East, NMPM, Blinebry Oil and Gas Pool, Lea County, New Mexico, and simultaneously dedicated both the Hugh Well No. 4 (API No. 30-025-10260), located at a standard gas well location 660 feet from the North and East lines (Unit A) of said Section 14 and the Hugh Well No. 9 (API No. 30-025-24637), located at a standard gas well location 1980 feet from the North and East lines (Unit G) of said Section 14; have both been reclassified to "oil wells" in the Blinebry Oil and Gas Pool.

Both wells are to have standard 40-acre oil spacing and proration units rededicated to them in accordance to the applicable rules governing the Blinebry Oil and Gas Pool. Further, said Order NSP-1721 shall be placed in abeyance until further notice.

Sincerely,



Michael E. Stogner  
Chief Hearing Officer/Engineer

WJL/MES/kv

cc: Oil Conservation Division - Hobbs  
File: NSP-1721



