

NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131

February 8, 1999

John H. Hendrix Corporation P.O. Box 3040 Midland, Texas 79702-3040 Attention: Ronnie H. Westbrook, Vice-President Telefax No. (915) 684-7317

Administrative Order NSP-1800(L)(SD)

Dear Mr. Westbrook:

Reference is made to the following: (i) your initial application dated December 29, 1998; (ii) the New Mexico Oil Conservation Division's ("Division") initial response to your application by letter from Mr. Michael E. Stogner dated January 5, 1999; (iii) your response by letter dated January 14, 1999; and (iv) the records of the Division in Santa Fe: all concerning John H. Hendrix Corporation's request for a 120-acre non-standard gas spacing and proration unit ("GPU") consisting of the following acreage in the Blinebry Oil and Gas Pool:

> LEA COUNTY, NEW MEXICO <u>TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM</u> Section 11: N/2 SW/4 and SW/4 SW/4.

It is my understanding that this unit is to be simultaneously dedicated to the following existing wells that are currently operated by John H. Hendrix Corporation and completed as Blinebry oil wells:

(1) Thomas Long "A" Well No. 1 (API No. 30-025-25052), located at an unorthodox gas well location 1980 feet from the South line and 2310 feet from the West line (Unit K) of Section 11;

(2) Thomas Long "A" Well No. 2 (API No. 30-025-25089), located at a standard gas well location 1980 feet from the South line and 990 feet from the West line (Unit L) of Section 11; and

(3) Thomas Long "A" Well No. 3 (API No. 30-025-34035), located at an unorthodox gas well location 430 feet from the South line and 560 feet from the West line (Unit M) of Section 11.

By authority granted me under the provisions of Rule 2(d) of the "Special Rules and Regulations for the Blinebry Oil and Gas Pool" as promulgated by Division Order No. R-8170, as amended, the above-described 120-acre non-standard gas spacing and proration unit and the resulting unorthodox Blinebry gas well location for both the Thomas Long "A" Wells No. 1 and 3

Administrative Order NSP-1800(L)(SD) John H. Hendrix Coporation February 8, 1999 Page 2

are hereby approved.

This newly established 120-acre GPU is to be simultaneously dedicated to the abovedescribed Thomas Long "A" Wells No. 1, 2, and 3, with allowable assigned thereto in accordance with Rule 5 of the special Blinebry Oil and Gas Pool rules based upon the unit size of 120 acres.

Sincerely,

Non Who

Lori Wrotenbery Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs /