

**STATE OF NEW MEXICO
ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

**IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:**

**CASE NO. 11479
Order No. R-10579**

**APPLICATION OF EXXON CORPORATION
FOR A NON-STANDARD GAS PRORATION
UNIT, SIMULTANEOUS DEDICATION AND
TWO UNORTHODOX GAS WELL LOCATIONS,
LEA COUNTY, NEW MEXICO.**

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on March 21, 1996, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 9th day of April, 1996, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) The applicant, Exxon Corporation (Exxon), seeks to establish a non-standard 159.92-acre gas spacing and proration unit in the Blinebry Oil and Gas Pool comprising Lots 2, 3, and the S/2 NW/4 of Section 2, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico. Said unit is proposed to be simultaneously dedicated to the existing Exxon Corporation New Mexico "S" State Well Nos. 14, 38 and 28 located respectively in Units C, E and F of Section 2.

(3) The applicant further seeks approval of unorthodox gas well locations for the New Mexico "S" State Well Nos. 38 and 28, located respectively 2100 feet from the North line and 660 feet from the West line (Unit E), and 2160 feet from the North line and 1800 feet from the West line (Unit F).