

CASE NO. 11479
Order No. R-10579
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(14) None of the additional acreage within Section 2 should be adversely affected by applicant's proposal.

(15) No offset operator and/or interest owner appeared at the hearing in opposition to the application.

(16) Approval of the subject application will afford the applicant the opportunity to efficiently and effectively develop the oil and gas reserves within the Blinebry Oil and Gas Pool underlying Section 2, will result in the recovery of additional gas reserves which may otherwise not be recovered, thereby preventing waste, and will not violate correlative rights.

IT IS THEREFORE ORDERED THAT:

(1) Pursuant to the application of Exxon Corporation, 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, is hereby established. Said unit shall 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.

(2) Unorthodox location approval is hereby granted for the N.M. "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).

(3) Jurisdiction is hereby retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



WILLIAM J. LEMAY
Director

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