Mr. Michael E. Stogner November 29, 1994 Page 2.

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Proposed notification/advertisement for OCD docket

Case 1/74: Application of Primero Operating, Inc. for an unorthodox oil well location, Chaves County, New Mexico. Applicant seeks approval of an unorthodox oil well location for its Moriah Well No. 1 which is to be drilled at an unorthodox oil well location 228 feet from the North line and 349 feet from the East line (Unit A) of Section 18, Township 10 South, Range 29 East, NMPM, Devonian formation. The NE/4NE/4 of said Section 18 is to be dedicated to said well forming a standard 40 acre oil spacing unit. Said unit is located approximately 28-1/2 miles east from Roswell, New Mexico.



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

IN THE MATTER OF THE APPLICATION OF PRIMERO OPERATING, INC. FOR APPROVAL OF AN UNORTHODOX OIL WELL LOCATION, CHAVES COUNTY, NEW MEXICO

CASE: 11/74

APPLICATION

Comes now PRIMERO OPERATING, INC., by and through its attorneys, KELLAHIN and KELLAHIN, and applies to the New Mexico Oil Conservation Division for approval of an unorthodox oil well location for its Moriah Well No. 1 which is to be drilled at an unorthodox oil well location 228 feet FNL and 349 feet FEL (Unit A) Section 18 Township 10 South, Range 29 East, NMPM, Chaves County, New Mexico for possible production from the Devonian formation and to be dedicated to a standard 40 acre oil spacing unit consisting of the NE/4NE/4 of said Section 18.

In support thereof, Applicant states:

1. Applicant, Primero Operating, Inc. is a working interest owner and the proposed operator for its Moriah Well No. 1 which is to be drilled at an unorthodox oil well location 228 feet FNL and 349 feet FEL (Unit A) Section 18 Township 10 South, Range 29 East, NMPM, Chaves County, New Mexico

2. It is crucial to locate any Devonian test on the absolute highest point on structure.