4 IN THE MATTER OF THE APPLICATION OF TEXACO INC. FOR THE ESTABLISHMENT OF
5 A NON-STANDARD GAS PRORATION UNIT FOR ITS E. D. FANNING WELL NO. 7
6 LOCATED 1980 FEET FROM THE NORTH AND EAST LINES OF SECTION 5, TOWNSHIP 24
7 SOUTH, RANGE 37 EAST, LEA COUNTY, NEW MEXICO.

Case No. 2366

## APPLICATION

BEFORE THE OIL CONSERVATION COMMISSION

OF THE STATE OF NEW MEXICO

11 Comes now Texaco Inc. and makes application for the establishment of a 12 non-standard gas proration unit for its E. D. Fanning Well No. 7 located 1980 13 feet from the North and East lines of Section 5, Township 24 South, Range 37 14 East, Lea County, New Mexico, and respectively states: 15 1. Said well is completed as a single gas producer in the Jalmat (Gas) 16 Pool. 17 2. Applicant proposes, for the purpose of the Jalmat (Gas) Pool unit, 18 to assign 198.64 acres to the subject well consisting of, viz: 19  $NE_{4}^{1}$  of Section 5, Township 24 South, Range 37 East, Lea 20 County, New Mexico. 21  $SW_{h}^{\perp}$  of the  $NW_{h}^{\perp}$  of Section 4, Township 24 South, Range 37 East, Lea County, New Mexico. 22 that the  $NW_{\underline{u}}^{\underline{1}}$  and the  $NE_{\underline{u}}^{\underline{1}}$  of the  $NE_{\underline{u}}^{\underline{1}}$  of Section 5 are corrected quarter-quarter 23 sections and consist of 39.34 and 39.30 acres respectively. 24 3. That the proposed unit will be non-standard in that: 25 The unit will comprise less than 640 acres; 26 The unit will not be contained in a single governmental 27 section: 28 The well is located less than 1980 feet from two of the 29 a diked & -17-61 22

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unit boundaries.

4. Attached herewith and made a part hereof is an ownership plat of the
3 subject lease outlined in yellow under the proposed proration unit outlined
4 in red together with the names and addresses of the offset operators.

WHEREFORE, the applicant prays the above application be set down for hearing before an examiner, that notice be given in accordance with law and that the application be granted upon such terms and conditions as may be just and reasonable in the premises.

TEXACO INC.

BY GILBERT, WHITE AND GILBERT

ally By\_ Its Attorneys

GILBERT, WHITE AND GILBERT ATTORNEYS AT LAW SANTA FE, NEW MEXICO

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