BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS, AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION OF TAHOE ENERGY, INC. FOR A NON-STANDARD OIL CONSERVATION DIVISION PRORATION UNIT, LEA COUNTY, NEW MEXICO CASE NO. | 0 | § |

APPLICATION

TAHOE ENERGY, INC. hereby applies to the New Mexico Oil Conservation Division for approval of a non-standard proration unit, Lea County, New Mexico, and in support thereof would show the Division:

- 1. Applicant is the operator of the E/2 E/2 of Section 3, Township 25 South, Range 37 East, N.M.P.M., Lea County, New Mexico.
- 2. Applicant seeks the creation of an 160-acre non-standard proration unit to be comprised of the above-referenced acreage in the Jalmat Gas Pool, to be dedicated to its White Cloud Well No. 1 located 660 feet from the North East lines of said Section 3.
- 3. Granting the application will be in the best interest of conservation, the prevention of waste and the protection of correlative rights.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing before one of the Division's duly appointed examiner of the Oil Conservation Division on December 19, 1990, and that after notice and hearing as required by law, the Division enter its order approving the application.

Respectfully submitted,

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