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February 4, 1985

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OIL CONSERVATION DIVISION

Case 8498

Mr. Richard L. Stamets
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

"Hand Delivered"

Re: Pennzoil Company

Unorthodox gas well location

Section 35, T16S, R34E

Dear Mr. Stamets:

Please set the enclosed application for hearing at the next available examiner hearing now scheduled for February 27, 1985.

L Xallin

Thomas Kellahin

WTK:ca Enc.

cc: Mr. Lonny Whitfield Pennzoil Company

200 North Lorraine

4th Floor

Midland, Texas 79702

STATE OF NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS OIL CONSERVATION DIVISION

RECEIVED

FEC 5 1.5

OIL COMMERVATION DIVISION

IN THE MATTER OF THE APPLICATION OF PENNZOIL COMPANY FOR UNORTHODOX GAS WELL LOCATION, LEA COUNTY, NEW MEXICO.

CASE: 8498

APPLICATION

Comes now Pennzoil Company, by and through its attorneys, Kellahin & Kellahin, and applies to the Oil Conservation Division of New Mexico for an order approving an unorthodox gas well location 990 FSL and 660 FEL in the Wolfcamp Pennsylvanian formations underling the E/2 of Section 35, Township 16 South, Range 34 East, NMPM, Lea County, New Mexico, and in support thereof would show:

- 1. Applicant is the owner and operator in the E/2 of Section 35, Township 16 South, Range 34 East, NMPM, Lea County, New Mexico.
- 2. Applicant desires to drill a well at an unorthodox gas well location to test various formations from the top of the Wolfcamp to the base of the Pennsylvanian formations.
- 3. Applicant proposes to drill at a location 990 feet FSL and 660 feet FEL of said Section 35.
- 4. The proposed location is the optimum location from which to test for deep gas in the E/2 of Section 35.

Wherefore, applicant requests that this application be set for hearing before the Division's examiner and that after notice and hearing, the application be granted as requested.

Respectfully submitted:

W. Thomas Kellahin

P. O. Box 226/5

Santa Fe, New Mexico 87501