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September 11, 1985

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

Re: HCW Exploration, Inc.  
Jalpat Gas Well  
Lea County, New Mexico

OIL CONSERVATION DIVISION

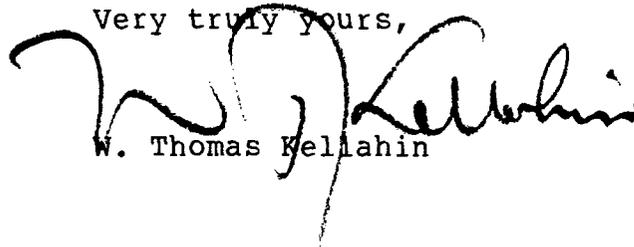
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Case 8729

Dear Mr. Stamets:

The enclosed application on behalf of HCW Exploration, Inc. is a request for approval of a non-standard 320-acres spacing and proration unit and for approval of an unorthodox gas well location for a well which is already drilled and producing for which HCW inadvertently failed to obtain an order. We would appreciate you setting this application for hearing at the next available Examiner's Hearing now scheduled for October 9, 1985.

Very truly yours,



W. Thomas Kellahin

WTK:ca  
Enc.

cc: HWC Exploration, Inc.  
P. O. Box 10585  
Midland, Texas 79702  
Attn: David Sites

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

11. 0010211

IN THE MATTER OF THE APPLICATION OF  
HCW EXPLORATION, INC. FOR APPROVAL  
OF A NON-STANDARD SPACING AND PRORATION  
UNIT, FOR AN UNORTHODOX GAS WELL  
LOCATION AND SIMULTANEOUS DEDICATION,  
JALMAT GAS POOL, LEA COUNTY,  
NEW MEXICO.

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CASE: 8729

A P P L I C A T I O N

Comes now HCW EXPLORATION, INC., by and through its attorneys, Kellahin & Kellahin, and applies to the New Mexico Oil Conservation Division for approval of a 320-acre non-standard proration and spacing unit consisting of the N/2 of Section 31, T23S, R37E, NMPM, Lea County, New Mexico and for approval of an unorthodox gas well location 1650 feet from the North line and 800 feet from the East line of said section, and for simultaneous dedication of acreage to the R. W. Cowden "C" wells Nos. 4 and 9, and in support thereof states:

1. Applicant is operator of the R. W. Cowden "C" #9 well in Unit H, Section 31, T23S, R37E, NMPM, Lea County, New Mexico.

2. Applicant has drilled this Jalmat gas well at a location 1650 feet from the North line and 800 feet from the East line of said Section 31.

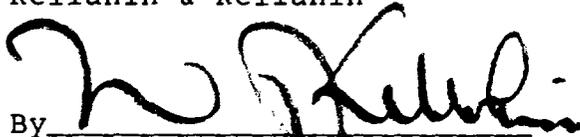
3. Applicant desires the simultaneous dedication of this acreage to the subject well and the R. W. Cowden "C" #4 well.

4. That applicant believes that its location in Section 31 will not adversely affect offsetting operators.

5. Applicant believes that the most equitable method for further development of its interests in Section 31 will be the approval of a non-standard 320-acres proration and spacing unit consisting of the N/2 of section 31.

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.

Kellahin & Kellahin

By 

W. Thomas Kellahin  
P. O. Box 2265  
Santa Fe, New Mexico 87501