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DEC 3 0 1985

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December 30, 1985

HAND DELIVERED

Care 88/3

R. L. Stamets, Director
Oil Conservation Division
New Mex.co Department of
Energy and Minerals
State Land Office Building
Santa Fe, New Mexico 87501

Re: Application of Nearburg Producing Company for an Unorthodox Well Location, Lea County, New Mexico.

Dear Mr. Stamets:

Enclosed in triplicate is the Application of Nearburg Producing Company in the above-referenced case. Nearburg Producing Company respectfully requests that this matter be placed on the docket for the Examiner hearings scheduled on January 22, 1986.

Very truly yours

William F. Carr

WFC/cv enclosures

cc: (w/enclosure)

Mr. Mark Nearburg

BEFORE THE

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DEC 3 0 1985

SIL CONSERVATION DIVISION

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

IN THE MATTER OF THE APPLICATION OF NEARBURG PRODUCING COMPANY FOR AN UNORTHODOX WELL LOCATION, LEA COUNTY, NEW MEXICO.

Case <u>\$8/3</u>

APPLICATION

Comes now, NEARBURG PRODUCING COMPANY, by and through its undersigned attorneys, and hereby makes application to the Oil Conservation Division for an unorthodox well location, and in support thereof would show the Division:

- l. Applicant is the operator of the Strawn formation underlying the E/2 SE/4 of Section 12, Township 17 South, Range 37 East, N.M.P.M., and proposes to drill a well located at a location 2460 feet from the South line and 660 feet from the East line of said Section 12.
- 2. Applicant seeks an exception to the well location requirements of Rule 104 C II(a) of the Oil Conservation Division to permit the drilling of the well at the above-mentioned unorthodox location to a depth sufficient to adequately test the Strawn formation.
- 3. That a standard 80-acre gas proration unit comprising the E/2 SE/4 of said Section 12 should be dedicated to the well.
- 4. That approval of this application will afford applicant the opportunity to produce its just and equitable share of gas in

the Strawn formation and will otherwise be in the best interest of conservation, the prevention of waste and the protection of correlative rights.

WHEREFORE, applicant requests that this matter be set for hearing before a duly appointed Examiner of the Oil Conservation Division on January 22, 1986, that notice be given as required by law and the rules of the Division, that the Division enter its order approving the application, and providing such other and further relief as is proper in the premises.

Respectfully submitted,

CAMPBELL & BLACK, P.A.

William F. Carr

Post Office Box 2208

Santa Fe, New Mexico 87501

(505) 988-4421

ATTORNEYS FOR NEARBURG PRODUCING COMPANY