## BEFORE THE OIL CONSERVATION COMMISSION

## STATE OF NEW MEXICO

APPLICATION OF THE PETROLEUM CORPORATION FOR APPROVAL OF THE PARKWAY WEST UNIT AGREEMENT EMBRACING 3,840 ACRES OF LAND OF THE STATE OF NEW MEXICO IN SECTIONS 20, 21, 22, 27, 28 AND 29 IN TOWNSHIP 19 SOUTH, RANGE 29 EAST, EDDY COUNTY

Oil Conservation Commission Box 2088 Santa Fe, New Mexico 87501

Comes The Petroleum Corporation with offices at Dallas, Texas, acting by and through the undersigned attorneys, and hereby makes application for approval of the Parkway West Unit Agreement embracing 3,840 acres of land of the State of New Mexico in Sections 20, 21, 22, 27, 28 and 29, Township 19 South, Range 29 East, Eddy County, and in support thereof respectfully shows:

- 1. There are filed herewith 3 copies of proposed form of Unit Agreement for the Development and Operation of the Parkway West Unit Area, Eddy County, New Mexico. The unit area embraces 3,840 acres in Sections 20, 21, 22, 27, 28 and 29, Township 19 South, Range 29 East, Eddy County, all of which are lands of the State of New Mexico.
- 2. There is attached hereto made a part hereof, and for purposes of identification marked Exhibit "A", a plat showing the proposed unit area and the ownership of all oil and gas leases embraced therein.
- 3. Applicant is designated as unit operator in the form of unit agreement, which has been approved as to form by the Commissioner of Public Lands of the State of New Mexico.
- 4. The unit agreement provides that the operator shall commence operations on a test well within the unit area within 60 days after the effective date, said well to be drilled with due diligence to a depth sufficient to attain the top of the Mississippian lime formation or to such a depth as unitized substances shall be discovered in paying quantities, but operator shall not be obligated to drill said well to a depth in excess of 11,800 feet.

- 5. Applicant believes that the formation of said unit and the approval thereof will be in the interest of conservation and the prevention of waste and will tend to protect correlative rights.
- 6. Applicant requests that this matter be set down for hearing at the examiner's hearing to be held on August 23, 1972.

THE PETROLEUM CORPORATION

Member of the Firm of

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