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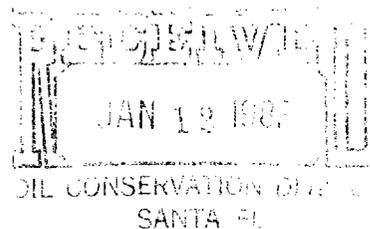
Santa Fe, New Mexico 87501

Jason Kellahin  
W. Thomas Kellahin  
Karen Aubrey

Telephone 982-4285  
Area Code 505

January 11, 1982

Mr. Joe D. Ramey  
Oil Conservation Division  
P.O. Box 2088  
Santa Fe, New Mexico 87501



RE: Grace Petroleum Corporation

*Case 7472*

Dear Joe:

Please set the enclosed application for hearing at the next available hearing now scheduled for February 3, 1982.

Very truly yours,

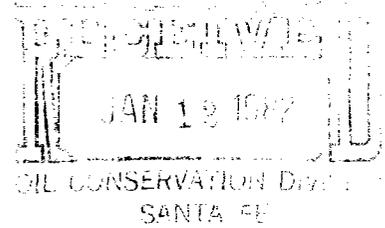
A handwritten signature in black ink, appearing to read 'W. Thomas Kellahin'. The signature is fluid and cursive.

W. Thomas Kellahin

WTK:jm  
Enclosure  
cc: Mr. Scott Wilson

BEFORE THE NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION OF  
GRACE PETROLEUM CORPORATION, FOR  
APPROVAL OF THE BUFFALO-DEEP EAST  
UNIT, LEA COUNTY NEW MEXICO.



*Case 7472*

A P P L I C A T I O N

COMES NOW GRACE PETROLEUM CORPORATION, and applies to the Oil Conservation Division of New Mexico for approval of a Unit Agreement, Lea County, New Mexico and in support thereof would show:

1. Applicant has formed its Buffalo-Deep Unit, composed of Federal and State acreage consisting of the following lands:

Township 18 South, Range 33 East  
Section 26: All  
Section 34: SE/4; NE/4NE/4; S/2NE/4  
Section 35: All

Township 19 South, Range 33 East  
Section 2: All  
Section 3: E/2

being approximately 2543.30 acres more or less.

2. Applicant is designated as operator of the proposed unit.

3. The Unit Agreement has been submitted to the United States Geological Survey and Commissioner of Public Lands, State of New Mexico for preliminary approval.

4. The said Unit Agreement has been approved by sufficient owners of interest to assure its ultimate effectiveness.

5. The unitized formations are all those below the sub-surface depth 4721 feet and below.

6. The said Unit is being formed for the exploration of the acreage dedicated to it forming a geological area suitable

for exploration.

7. The granting of this application will result in the prevention of waste and the protection of correlative rights.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing before the Division's duly appointed Examiner and that after notice and hearing, an order be entered approving the Unit Agreement.

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By: 

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