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September 26, 1997

*NOT LICENSED IN NEW MEXICO

HAND-DELIVERY

Florene Davidson
Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico 87505

**Re: Application of Nadel and Gussman Permian, LLC for
Approval of a Unit Agreement, Lea County New Mexico**

Dear Florene:

Case 11564

Enclosed are an original and two copies of an Application regarding the above case, and a proposed advertisement. Please file stamp the extra copy for our files. Also, I would appreciate confirmation that this case will be on the October 23, 1997 docket. Please call if you have any questions. Thank you for your assistance.

Very truly yours,

**HINKLE, COX, EATON, COFFIELD,
& HENSLEY, L.L.P.**

Brenda Crawford

Brenda Crawford, Secretary to
Conrad E. Coffield

CEC/bc

Enclosures

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MAY 26 1997

Conservation Division

PROPOSED ADVERTISEMENT

Case No. 11864: Application of Nadel and Gussman Permian, LLC, for a Unit Agreement, Lea County, New Mexico. Applicant seeks approval of the West Hobbs State Unit Agreement for an area comprising 3,360 acres, more or less, of State and fee lands consisting of All of Section 5, SE $\frac{1}{4}$ of Section 7, All of Section 8, SW $\frac{1}{4}$ of Section 9, All of Section 16, N $\frac{1}{2}$, SE $\frac{1}{4}$ of Section 17, and All of Section 18, Township 18 South, Range 37 East, N.M.P.M. Said unit area is located approximately 4.5 miles West of Hobbs, New Mexico.

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF NADEL AND GUSSMAN
PERMIAN, LLC FOR APPROVAL OF A
UNIT AGREEMENT, LEA COUNTY,
NEW MEXICO

NO. 11864

APPLICATION

Nadel and Gussman Permian, LLC, hereby applies for approval of a unit agreement for its proposed West Hobbs State Unit, and in support thereof states:

1. Applicant requests approval of the West Hobbs State Unit Agreement, an exploratory unit, for a unit area comprised of the following state and fee lands:

Township 18 South, Range 37 East, N.M.P.M.

Section 5: All
Section 7: SE $\frac{1}{4}$
Section 8: All
Section 9: SW $\frac{1}{4}$
Section 16: All
Section 17: N $\frac{1}{2}$, SE $\frac{1}{4}$
Section 18: All

Comprising 3,360 acres, more or less. Said unit area is located approximately 4.5 miles West of Hobbs, New Mexico.

2. Applicant requests that it be designated operator of the unit.
3. Preliminary approval of the unit is being obtained from the Commissioner of Public Lands.
4. The granting of this application is in the interests of conservation and the prevention of waste.

WHEREFORE, Applicant requests that the West Hobbs State Unit Agreement be approved.

Respectfully submitted,

HINKLE, COX, EATON,
COFFIELD, & HENSLEY, L.L.P.

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