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BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION
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APPLICATION OF READ & STEVENS, INC.
FOR POOL CREATION AND SPECIAL POOL
RULES, LEA COUNTY, NEW MEXICO.

No. 12815

APPLICATION

Read & Stevens, Inc. applies for an order creating the North Osudo-Devonian Pool, and instituting special rules and regulations therefor, and in support thereof, states:

1. Applicant is operator of the Liberty "4" Well No. 1 (the "Well"), located 1800 feet from the south line and 330 feet from the west line (Unit L) of Section 4, Township 20 South, Range 36 East, N.M.P.M.

2. The Well was recently completed as an oil well in the Devonian formation, and has discovered a new source of supply in the Devonian formation.

3. Applicant requests that a new pool, designated the North Osudo-Devonian Pool, be created, originally encompassing the SW $\frac{1}{4}$ of Section 4, and that temporary special pool rules be instituted for the pool providing for:

- (a) 160 acre spacing;
- (b) orthodox well locations no closer than 330 feet to a quarter section line; and
- (c) all other rules to comply with statewide rules.

4. Applicant requests that the special pool rules be made effective as of **October 29, 2001**, the completion date of the Well.

5. The granting of this application is in the interests of conservation, the prevention of waste, and the protection of correlative rights.

WHEREFORE, applicant requests that, after notice and hearing,
the relief requested above be granted.

Respectfully submitted,



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