BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF TEXAS STANDARD OPERATING NM LLC FOR APPROVAL OF A UNIT AGREEMENT, LEA COUNTY, NEW MEXICO.

Case No.		

APPLICATION

Texas Standard Operating NM LLC applies for an order approving the Unit Agreement for the proposed TXS Big Dog State Exploratory Unit Area, and in support thereof, states:

1. Applicant is a working interest owner in the proposed TXS Big Dog State Exploratory Unit Area, an exploratory unit comprising 7360 acres, more or less, of state lands in Lea County, New Mexico, described as follows:

Township 17 South, Range 35 East, NMPM

Section 32: SE/4

Section 33: W/2 and SE/4

Township 18 South, Range 35 East, NMPM

Sections 4-6:

Sections 7-10: All

Sections 15-17: All

Section 18: NE/4

Section 21: NE/4

Unitized substances consist of all oil, gas, natural gasoline, and associated fluid hydrocarbons in the Penn Shale formation, as found at 10,984' measured depth to the top of the Strawn formation, as found at 11,245' measured depth in the Schlumberger Dual Laterolog Micro-SFL log dated 4/25/1987 - Yates Petroleum Corporation - Airpath 'AEM' State #1, API: 30-025-29865-0000, located 660' FSL and 660' FEL of Section 8-T18S-R36E, Lea County, New Mexico.

2. Applicant has requested the Commissioner of Public Lands to preliminarily approve the Unit Agreement.

- 3. Applicant requests that Texas Standard Operating NM LLC be named operator of the Unit Area.
- 4. Approval of this application will prevent waste, protect correlative rights, and conserve natural resources.

WHEREFORE, applicant requests that, after hearing, the Division enter its order approving the relief requested herein.

Respectfully submitted,

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