

NEW MEXICO OIL CONSERVATION COMMISSION  
SANTA FE, NEW MEXICO

APPLICATION FOR APPROVAL OF SOUTHEAST CAPROCK UNIT  
LEA COUNTY, NEW MEXICO

NEW MEXICO OIL CONSERVATION COMMISSION  
SANTA FE, NEW MEXICO

COMES the undersigned, Texas Pacific Coal and Oil Company, a corporation, by its attorneys and applies to the Commission for the approval of a unit agreement designated as the Southeast Caprock Unit Agreement, and in support thereof states:

1.

That the unit area designated in said agreement comprises 2,240 acres situated in Lea County, New Mexico, more particularly described as follows:

- Twp. 13 S., R. 32 E., N.M.P.M.
- Sec. 15: S $\frac{1}{2}$
- Sec. 21: E $\frac{1}{2}$
- Sec. 22: All
- Sec. 27: All
- Sec. 28: E $\frac{1}{2}$

That all of the above described lands are lands owned by the State of New Mexico upon which the applicant and others are owners of oil and gas leases issued by the Commissioner of Public Lands of the State of New Mexico.

2.

That the Texas Pacific Coal and Oil Company is designated as the Unit Operator in said agreement and as such is given authority under the terms thereof to carry on all operations necessary for the development and operation thereof.

3.

That the said Unit Agreement is in substantially the same form as Unit Agreements heretofore approved by the Commissioner of Public Lands of the State of New Mexico, and by the New Mexico

Oil Conservation Commission, and it is believed that operations thereunder will result in the conservation of oil and gas and proper protection of correlative rights.

4.

That upon an order approving the Unit Agreement by this Commission and after approval by the Commissioner of Public Lands of the State of New Mexico, a fully executed and approved copy of said Agreement will be filed with the New Mexico Oil Conservation Commission.

WHEREFORE, the undersigned applicant requests that a public hearing be held on the matter of the approval of said Unit Agreement at the regular March hearing of the New Mexico Oil Conservation Commission and that upon said hearing said Unit Agreement be approved by the Commission.

Respectfully submitted,

TEXAS PACIFIC COAL AND OIL  
COMPANY

By Jack M. Campbell  
Jack M. Campbell, its  
attorney