

BEFORE THE OIL CONSERVATION COMMISSION  
STATE OF NEW MEXICO  
SANTA FE, NEW MEXICO

IN THE MATTER OF THE APPLICATION  
OF GROVER C. CONRAD FOR EXCEPTION  
TO RULE 7 OF ORDER NO. R-368-A,  
ESTABLISHING AN UNORTHODOX PRORATION  
UNIT IN THE JALCO POOL TO BE  
COMPRISED OF THE  $E\frac{1}{2}W\frac{1}{2}$  OF SECTION 17,  
TOWNSHIP 26 SOUTH, RANGE 37 EAST,  
N.M.P.M., LEA COUNTY, NEW MEXICO.

Case No. 682

COMES NOW Grover C. Conrad and files this his application for exception to Rule 7 of Order No. R-368-A, and the establishing of an unorthodox proration unit in the Jalco Pool designated as the  $E\frac{1}{2}W\frac{1}{2}$  of Section 17, Township 26 South, Range 37 East, N.M.P.M., Lea County, New Mexico, and for cause would show:

1. That applicant is the owner of an oil and gas lease covering said property and that all of said property is located within the delineated area of the Jalco Pool. That applicant now has a gas well capable of draining the area without waste, said well being located 1,980 feet South of the North line and 1,980 feet East of the West line of said section.

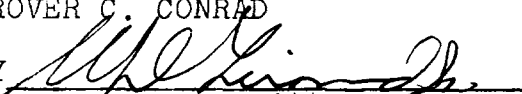
2. Applicant states that unitization of the 160 acres with other tracts within legal quarter sections of said section is impractical.

WHEREFORE, applicant prays that the Commission enter its order granting applicant an exception to Rule 7 of Order No. R-368-A and establish as one gas proration unit the  $E\frac{1}{2}W\frac{1}{2}$  of Section 17, Township 26 South, Range 37 East, N.M.P.M., Lea County, New Mexico, authorizing production of gas from its gas well located at a point 1,980 feet South of the North line and 1,980 feet East of the West line of said section.

Respectfully submitted,

GROVER C. CONRAD

BY

  
Attorney