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MAIN OFFICE OOC

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BEFORE THE OIL CONSERVATION COMMISSION
STATE OF NEW MEXICO

APPLICATION FOR APPROVAL OF
MALJAMAR NORTH UNIT AGREEMENT
Lea County, New Mexico

New Mexico Oil Conservation Commission
Santa Fe, New Mexico

Comes the undersigned, Apache Corporation, Houston, Texas, acting by and through the undersigned attorneys, Hervey, Dow & Hinkle of Roswell, New Mexico, and files herewith three copies of the proposed Unit Agreement for the Maljamar North Unit Area, Lea County, New Mexico, and hereby makes application for the approval of said Unit Agreement as provided by law and the rules and regulations of the New Mexico Oil Conservation Commission, and in support thereof states:

1. That the proposed unit area embraces 1,601.70 acres, situated in Township 16 South, Ranges 32 and 33 East, N.M.P.M., Lea County, New Mexico, all of which is State land, and which is more particularly described as follows:

NEW MEXICO PRINCIPAL MERIDIAN

Township 16 South, Range 32 East

Section 25: SE $\frac{1}{4}$
Section 36: E $\frac{1}{2}$, E $\frac{1}{2}$ W $\frac{1}{2}$

Township 16 South, Range 33 East

Section 29: W $\frac{1}{2}$ SW $\frac{1}{4}$
Section 30: S $\frac{1}{2}$
Section 31: N $\frac{1}{2}$, SW $\frac{1}{4}$
Section 32: W $\frac{1}{2}$ NW $\frac{1}{4}$

2. That applicant is informed and believes and upon such information and belief states that the proposed unit area covers all or substantially of a geophysical feature or anomaly

and that in the event of the discovery of oil or gas, that said unit agreement will permit the producing area to be developed and operated in the interest of conservation and the prevention of waste of unitized substances.

3. That applicant proposes to cause a test well to be drilled upon the unit area in approximately the center of the SW $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 31, Township 16 South, Range 33 East, N.M.P.M., to a depth sufficient to test the Kemnitz Lime formation which is productive in the Kemnitz field which lies to the east and a little north of the proposed unit area, but that applicant shall not be obligated in any event to drill said well to a depth in excess of 11,000 feet.

4. That the proposed form of unit agreement is substantially the same as that heretofore used and approved by the Oil Conservation Commission and the Commissioner of Public Lands where State lands are involved.

5. That applicant believes that in the event oil or gas in paying quantities should be discovered on the lands within the unit area that the pool or field will be developed more economically and efficiently under the terms of the said unit agreement to the end that the maximum recovery of unitized substances will be obtained and that said unit agreement is in the interest of conservation and the prevention of waste as contemplated by the New Mexico Oil Conservation Commission statutes and regulations.

6. That upon an order being entered by the New Mexico Oil Conservation Commission approving said unit agreement,

and after approval thereof by the Commissioner of Public Lands, an approved copy will be filed with the Commission.

WHEREFORE, the undersigned applicant respectfully requests that a hearing be held before an examiner on the matter of the approval of said unit agreement and that upon said hearing, said unit agreement be approved by the Commission as being in the interest of conservation and the prevention of waste.

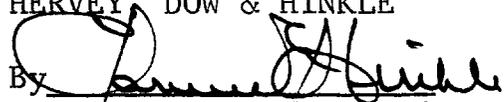
DATED this the 20th day of March, 1963.

Respectfully submitted,

APACHE CORPORATION

By 
Attorney

HERVEY, DOW & HINKLE

By 
Attorneys for Applicant
P.O. Box 10
Roswell, New Mexico