LAW OFFICES

## A. J. LOSEE

CARPER BUILDING - P. O. DRAWER 239
ARTESIA, NEW MEXICO 88210

10 June 1971



Wase 4562-

Mr. George Hatch, Attorney Oil Conservation Commission P. O. Box 2008 Santa Fe, New Mexico 87501

Dear Mr. Hatch:

JOEL M. CARSON

Enclosed herewith, you will please find three copies of the application of Texas Oil & Gas Corp. for an unorthodox gas well location, Indian Basin-Upper Pennsylvanian Gas Pool, Eddy County, New Mexico.

It is my understanding that this matter has been set for hearing before an examiner in Santa Fe on June 30, 1971.

Very truly yours,

LOSEE & CARSON

A JT TLOSEE

AJL:jw Enclosures

cc: Mr. J. R. Morgan,
 Texas Oil & Gas Corp. w/enclosure

CKET MARED

De 0-15-71

## BEFORE THE OIL CONSERVATION COMMISSION STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF TEXAS OIL & GAS CORP. FOR AN UNORTHODOX GAS WELL LOCATION, INDIAN BASIN-UPPER : Case No. 4562 PENNSYLVANIAN GAS POOL, EDDY COUNTY, NEW MEXICO

## APPLICATION

COMES TEXAS OIL & GAS CORP. by its attorney, and in support hereof, respectfully states:

- That applicant is the operator of the Upper Pennsylvanian formation underlying all of Section 22, Township 22 South, Range 23 East, N.M.P.M., and proposes to drill a well to said formation at a location 990 feet from the North line and 990 feet from the West line of said Section 22.
- Applicant seeks an exception to the special rules and regulations for the Indian Basin-Upper Pennsylvanian Gas Pool promulgated by the Oil Conservation Commission of New Mexico (the "Commission") Order Nos. R-2440 and R-2440-A, to permit the drilling of the proposed well at an unorthodox location.
- 3. That a standard 640-acre gas proration unit comprising all of said Section 22 should be dedicated to such well or such lesser portion of said Section 22 as is reasonably shown to be presumed to be productive of gas from said pool should be dedicated to said well.
- The approval of this application will afford applicant the opportunity to produce its just and equitable share of the gas in the Indian Basin-Upper Pennsylvanian Gas Pool and will protect correlative rights.

WHEREFORE, applicant prays:

- A. That this application be set for hearing before an examiner and that notice of said hearing be given as required by law.
- B. That upon hearing the Commission enter its order granting to applicant an exception to the special rules and regulations for the Indian Basin-Upper Pennsylvanian Gas Pool to permit the drilling of applicant's proposed well at an unorthodox location 990 feet from the North line and 990 feet from the West line of said Section 22 and dedicate that portion of said Section 22 which is reasonably presumed to be productive of gas from said pool.
- C. And for such other relief as may be just in the premises.

TEXAS OIL & GAS CORP.

Bv:

LOSEE & CARSON P. O. Drawer 239

Artesia, New Mexico 88210

Attorneys for Applicant