

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY
THE OIL CONSERVATION COMMISSION OF
NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

CASE NO. 4689

APPLICATION OF PETROLEUM CORPORATION OF
TEXAS FOR AN EXCEPTION TO ORDER NO. R-3221,
AS AMENDED, EDDY COUNTY, NEW MEXICO

APPLICATION FOR EXCEPTION

Applicant, Petroleum Corporation of Texas, by and through its attorneys,
Jack M. Campbell and Olmsted, Cohen & Bingaman, hereby makes application
for an exception to New Mexico Oil Conservation Commission Order No. R-3221,
as amended, and in support of said application states:

1. Applicant is the owner and operator of a well designated Dexter Fed
15, Unit J, Section 15, Twp. 17-S, Rge. 30-E and four wells designated Jenkins
1, 2, 3, and 4, in the NW $\frac{1}{4}$, Section 20, Twp. 17-S, Rge. 30-E, all in Eddy
County, New Mexico (see copy of plat attached).

2. New Mexico Oil Conservation Commission Order No. R-3221, as amended,
prohibits the disposal of water produced in conjunction with the production of oil and
gas into unlined surface pits in this area of the state.

3. Applicant desires to dispose of produced water from the wells mentioned above
in order to facilitate production of oil and gas.

4. There is no shallow fresh water in the vicinity of the proposed pits for
which a present or reasonably foreseeable beneficial use is or will be made that
would be impaired by contamination from the proposed pits.

WHEREFORE, applicant requests the Commission to enter its Order granting
applicant an exception to Order No. R-3221, as amended.

PETROLEUM CORPORATION OF TEXAS

By: Jack M. Campbell

Jack M. Campbell and Olmsted, Cohen &
Bingaman, Attorneys for Applicant

P. O. Box 877

Santa Fe, New Mexico 87501