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October 10, 1989

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OCT 10 1989

OIL CONSERVATION DIVISION

William J. Lemay, Director
Oil Conservation Division
State Land Office Building
Santa Fe, New Mexico 87501

Re: Application of Mobil Producing Texas New Mexico, Inc.;
Case No. 9789

Dear Mr. Lemay:

Enclosed please find copies of the Application of Mobil Producing Texas New Mexico, Inc. for the creation of a new oil pool or, in the alternative, for the extension of an existing oil pool in the above-referenced case.

Thank you for your attention to this matter.

Sincerely,



W. Perry Pearce

WPP/rmm/298
Enclosures
cc: Craig Eggerman

STATE OF NEW MEXICO
ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

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OCT 10 1989

IN THE MATTER OF THE
APPLICATION OF MOBIL
PRODUCING TEXAS NEW MEXICO,
INC. FOR POOL CREATION AND
SPECIAL POOL RULES
RIO ARRIBA COUNTY, NEW MEXICO.

OIL CONSERVATION DIVISION

Case No. 9789

APPLICATION

COMES NOW the applicant, Mobil Producing Texas New Mexico, Inc., by and through its attorneys Montgomery & Andrews, P.A., and for its application in this matter, states:

1. Mobil Producing Texas New Mexico, Inc. is an interest owner in Section 15, Township 23 North, Range 1 West, N.M.P.M., Rio Arriba County, New Mexico.

2. Applicant is in the process of drilling and completing its Badland Hills 15 Well No. 1 in said section.

3. Applicant seeks the formation of a new Gallup oil pool comprised of Section 15 and the adoption of special pool rules for this pool, including 640 acre spacing and proration units, designated well locations, and special depth bracket allowables.

4. In the alternative, applicant seeks to extend the West Puerto Chiquito - Mancos Oil Pool to include all of Section 3, 10 and 15 of Township 23 North, Range 1 West, N.M.P.M., Rio Arriba

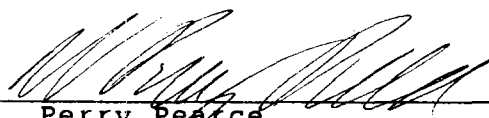
County, New Mexico, and seeks to have the special pool rules presently applicable to the West Puerto Chiquito - Mancos Oil Pool made applicable to this acreage.

WHEREFORE, applicant prays that the Division set this matter for hearing, that it consider such evidence and testimony as is presented at the hearing and enter its order either creating a new oil pool for Section 15 with special pool rules or including Sections 3, 10 and 15 in the West Puerto Chiquito - Mancos Pool.

Respectfully submitted,

MONTGOMERY & ANDREWS, P.A.

By



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Attorneys for Mobil Producing Texas
New Mexico, Inc.

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