

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF SANTA FE
ENERGY COMPANY FOR AN
UNORTHODOX WELL LOCATION
EDDY COUNTY, NEW MEXICO

CASE NO. 8378

APPLICATION

Santa Fe Energy Company, by its undersigned attorneys, hereby makes application for approval of an unorthodox gas well location in Eddy County, New Mexico, and in support thereof, states:

1. Applicant has the right to drill a well in the N 1/2 of Section 6, Township 17 South, Range 30 East, N.M.P.M., Eddy County, New Mexico.

2. Applicant wishes to drill a gas well at an unorthodox location to test the Atoka, Morrow, Strawn and Wolfcamp Formations underlying the N 1/2 of Section 6, at a location 330 feet from the East line and 1980 feet from the North line of Section 6.

3. Applicant proposes to dedicate the N 1/2 of Section 6 to the well.

4. A well at this unorthodox location will better enable the Applicant to produce gas underlying the proration unit.

5. Approval of the unorthodox location will be in the interests of conservation, prevention of waste and protection of correlative rights.

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