BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS,

AND NATURAL RESOURCES

FORIVED

JAN 27 1988

OIL CURSERVATION DIVISION

IN THE MATTER OF THE APPLICATION OF NEARBURG PRODUCING COMPANY FOR A NON-STANDARD PRORATION UNIT AND, UNORTHODOX WELL LOCATION, LEA COUNTY, NEW MEXICO.

93/2 CASE NO. 3293

A M E N D E D APPLICATION

NEARBURG PRODUCING COMPANY, by and through its undersigned attorneys, hereby makes application to the Oil Conservation Division for a non-standard proration unit and an unorthodox well location, and in support thereof would show the Division:

- 1. Applicant is the operator of Lot 4 (SW/4 SW/4) of Section 19, Township 16 South, Range 37 East, N.M.P.M., Lea County, New Mexico and proposes to drill the Soledad 19 Well #1 at a point 1000 feet from the South and West lines of said Section 19.
- 2. Applicant seeks an exception to the well location requirements of the Oil Conservation Division's rules to permit the drilling of the well at the above described unorthodox location to a depth sufficient to adequately test the Strawn formation, Northeast Lovington Penn Pool.

3. A non-standard 50.35 acre proration unit comprised of Lot 4 of said Section 19 should be dedicated to the well.

4. The proration unit is non-standard because of United States Public Land Survey variation and prior development of

offsetting acreage.

5. That approval of this application will afford applicant

the opportunity to produce its just and equitable share of oil

and gas underlying this spacing unit and will otherwise be in the

best interest of conservation, the prevention of waste and the

protection of correlative rights.

WHEREFORE, Applicant prays that this application be set for

hearing before a duly appointed Examiner of the Oil Conservation

Division on February 17, 1988, and that after notice and hearing

as required by law, the Division enter its order approving the

non-standard proration unit and unorthodox well location of the

proposed Soledad 19 Well #1, and providing such other and

further relief as is proper.

Respectfully submitted,

CAMPBELL & BLACK, P.A.

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ATTORNEYS FOR NEARBURG PRODUCING COMPANY

Nearburg Producing Company

Unorthodox location and Non-Standard Proration Unit, Lea County

50.35 acre non-standard unit

SW/4 SW/4 (Lot 4)

Section 19, Township 16 South, Range 37 East, Lea County

Soledad 19 Well No. 1

location 1000' FS + WL

Strawn formation

Lovington Penn N.E.

50.35 1320

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