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OIL CONSERVATION DIVISION

July 26, 1988

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HAND DELIVERED

William J. LeMay, Director
Oil Conservation Division
New Mexico Department of
Energy, Minerals and Natural Resources
State Land Office Building
Santa Fe, New Mexico 87503

Case 9467

Re: In the Matter of the Application of Nearburg Producing
Company for a Non-Standard Gas Proration Unit and
an Unorthodox Gas Well Location,
Eddy County, New Mexico

In the Matter of the Application of Nearburg Producing
Company for a Non-Standard Proration Unit and
an Unorthodox Gas Well Location,
Lea County, New Mexico

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Lea County, New Mexico

In the Matter of the Application of Nearburg Producing
Company for a Non-Standard Proration Unit and
an Unorthodox Gas Well Location,
Lea County, New Mexico

Dear Mr. LeMay:

Enclosed are four Applications of Nearburg Producing Company in
the above-referenced cases. Nearburg Producing Company
respectfully requests that this matter be placed on the docket
for the Examiner hearings scheduled for August 17, 1988.

Your assistance in this matter is appreciated.

Very truly yours,

W. F. Carr

WILLIAM F. CARR

Enclosures

WFC/mlh

cc: Mr. Mark Nearburg
Nearburg Producing Company

STATE OF NEW MEXICO

ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

CASE NO. 9467

APPLICATION

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

1. Applicant is the operator of the N/2 NE/4 of Section 25, Township 16 South, Range 36 East, N.M.P.M., Lea County, New Mexico, and proposes to drill the Eighty Eight St. 25-A Well #1 at a point 400 feet from the North and East lines of said Section 25.

2. Applicant seeks an exception to the well location requirements of Oil Conservation Division Rule 104 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 Pennsylvanian Pool.

3. A non-standard 80-acre proration unit comprised of the N/2 NE/4 of said Section 25 should be dedicated to the well.

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


5. That approval of this application will afford applicant the opportunity to produce its just and equitable share of hydrocarbons 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 August 17, 1988, and that after notice and hearing as required by law, the Division enter its order granting this application and providing such other relief as is proper.

Respectfully submitted,

CAMPBELL & BLACK, P.A.

By



WILLIAM F. CARR

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ATTORNEYS FOR NEARBURG PRODUCING COMPANY