



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

1000 RIO BRAZOS
AZTEC, NEW MEXICO 8
(505) 334-6178

OIL CONSERVATION DIVISION
BOX 2088
SANTA FE, NEW MEXICO 87501

DATE 12-11-87

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

NSP

Gentlemen:

I have examined the application dated 12-11-87
for the HEXON DEVELOPMENT CO. JOE WHITNEY #1 NEW 26-26N-2W
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Docket for hearing per rule 3 Civil and Mineral
Pool rules

Yours truly,

[Signature]

December 10, 1987

Mr. Dave Catanach
New Mexico Oil Conservation Division
P. O. Box 2008
Santa Fe, New Mexico 87501

RECEIVED
DEC 11 1987
OIL CON. DIV.
DIST. 3

Subject: Joe Whitney Well No. 1
NE/4 Section 26, T26N, R2W
Rio Arriba Co., NM

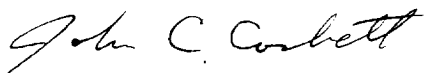
Dear Mr. Catanach:

Hixon Development Company hereby requests administrative approval from the Oil Conservation Division to drill the referenced well on a non-standard proration unit. The well will be drilled to the Gavilan Greenhorn-Graneros-Dakota pool but will probably be completed in the Gavilan Mancos. Our intent is to dedicate the east half of section 26 to the well.

We are seeking a non-standard proration unit because prior to Commission Rule R7407E, J. P. McHugh drilled and completed the Wildfire #1 (now operated by Sun) in the SW/4 of the section. The proration unit for that well was designated as the west half of the section. If we are allowed to drill the east half we would expect both wells to be restricted to 50% of the normal Gavilan allowable.

If I can answer any questions concerning this request, please do not hesitate to call me at 326-3325 or write to me at the letterhead address.

Very truly yours,



John C. Corbett
Vice President - Exploration

JCC/plc

✓ xc: Ernie Busch
NMOCD, Aztec, NM