OIL CONSERVATION DIV.

JAMES BRUCE ATTORNEY AT LAW

99 JUN 28 AM 9: 19

12216

POST OFFICE BOX 1056 SANTA FE, NEW MEXICO 87504

3304 CAMINO LISA SANTA FE, NEW MEXICO 87501

(505) 982-2043 (505) 982-2151 (FAX)

June 25, 1999

Hand Delivered

Florene Davidson Oil Conservation Division 2040 South Pacheco Street Santa Fe, New Mexico 87505

Dear Florene:

Enclosed for filing are an original and two copies of an application for an unorthodox gas well location, together with a proposed advertisement, filed on behalf of Nearburg Exploration Company, L.L.C. Please set this matter for the July 22nd Examiner hearing. Thank you.

Very truly yours,

James Bruce

Attorney for Nearburg

Exploration Company, L.L.C.

PROPOSED ADVERTISEMENT

99 JUN 28 AM 9: 19

Case 12216:

Application of Nearburg Exploration Company, L.L.C. for an unorthodox gas well location, Lea County, New Mexico. Applicant seeks approval of an unorthodox gas well location for all zones from the top of the Wolfcamp formation to the base of the Morrow formation in its Vaquero "36" State Com. Well No. 1, to be located 990 feet from the south line and 660 feet from the west line (Unit M) of Section 36, Township 18 South, Range 33 East, NMPM. The S% of Section 36 will be dedicated to the well. Said unit is located approximately 13 miles southeast of Maljamar, New Mexico.

BEFORE THE NEW MEXICO OIL CONSERVATION DEVISION VALOR DIVISION VALOR DIVISIONI VALOR DIVISIONI VALOR DIVISIONI VALOR DIVISIONI VALOR DIVISIONI DIVISIONI VALOR DIVISIONI VALORI VALORI VALORI DIVISIONI VALORI V

APPLICATION OF NEARBURG EXPLORATION COMPANY, L.L.C. FOR AN UNORTHODOX GAS WELL LOCATION, LEA COUNTY, NEW MEXICO.

99 JUN 28 AM 9: 19

No. 122/6

APPLICATION

Nearburg Exploration Company, L.L.C. applies for approval of an unorthodox gas well location in the S½ of Section 36, Township 18 South, Range 33 East, N.M.P.M., Lea County, New Mexico, and in support thereof, states:

- 1. Applicant proposes to drill its Vaquero "36" State Com. Well No. 1, at an unorthodox gas well location 990 feet from the South line and 660 feet from the West line (Unit M) of Section 36, to a depth sufficient to test the Morrow formation (North Quail Ridge-Morrow Gas Pool). Applicant requests unorthodox location approval for all zones from the top of the Wolfcamp formation to the base of the Morrow formation.
- 2. Approval of the unorthodox location will prevent waste and protect correlative rights.

WHEREFORE, applicant requests that the Division enter its order approving the unorthodox gas well location.

Respectfully submitted,

James Bruce

Post Office Box 1056

\$anta Fe, New Mexico 87504

(505) 982-2043

Attorney for Nearburg Exploration Company, L.L.C.

PROPOSED ADVERTISEMENT

99 JUN 28 AM 9: 19

Case 1210: Application of Nearburg Exploration Company, L.L.C. for an unorthodox gas well location, Lea County, Applicant seeks approval of New Mexico. unorthodox gas well location for all zones from the top of the Wolfcamp formation to the base of the Morrow formation in its Vaquero "36" State Com. Well No. 1, to be located 990 feet from the south line and 660 feet from the west line (Unit M) of Section 36, Township 18 South, Range 33 East, NMPM. The S% of Section 36 will be dedicated to the well. Said unit is located approximately 13 miles southeast of Maljamar, New Mexico.