

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

APPLICATION OF TEXAS PACIFIC COAL & OIL COMPANY FOR AN UNORTHODOX GAS PRORATION UNIT CONSISTING OF NW1 AND S1 OF SECTION 5, TOWNSHIP 22 SOUTH, RANGE 36 EAST, N.M.P.M. LEA COUNTY, NEW MEXICO.

Case No. <u>6/6</u>

COMES NOW Texas Pacific Coal & Oil Company, Applicant, and states to the Commission:

- 1. It is the owner of oil and gas leases covering the NW $\frac{1}{4}$ and $S_{\frac{1}{2}}$ of Section 5, Township 22 South, Range 36 East, Lea County, New Mexico.
- 2. There is a producing gas well situated in the SW\frac{1}{4}SW\frac{1}{4} of said Section 5 in said township and range.
- 3. All of the NW_{\pm}^{1} and S_{\pm}^{1} of Section 5, said township and range is productive of gas.
- 4. Applicant has complied with Rule 12 of Order No. R-368-A of this Commission.
- 5. The creation of a 480 acre gas proration unit consisting of the NW $\frac{1}{4}$ and $S_{\frac{1}{2}}^{\frac{1}{2}}$ of Section 5, Township 22 South, Range 36 East is necessary to protect the correlative rights of Applicant and to avoid the drilling of unnecessary wells.
- 6. A plat showing the location of the proposed proration unit and the gas well located thereon is attached hereto as Exhibit *A*.

WHEREFORE Applicant respectfully prays for an order of this Commission as follows:

l. Creating a gas proration unit consisting of the NW $\frac{1}{4}$ and $S^{\frac{1}{2}}$ of Section 5, Township 22 South, Range 36 East.

2. Granting to said unit a 160 acre proration unit allowable multiplied by three.

TEXAS PACIFIC COAL & OIL COMPANY

Jack M. Campbell, its attorney