

BEFORE THE OIL CONSERVATION COMMISSION OF THE  
STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF )  
EL PASO NATURAL GAS PRODUCTS COMPANY )  
FOR THE ESTABLISHMENT OF AN UNORTHODOX )  
LOCATION FOR CHIMNEY ROCK #1 WELL LO- )  
CATED 1880 FEET FROM THE SOUTH LINE AND )  
340 FEET FROM THE EAST LINE OF SECTION )  
23, TOWNSHIP 31 NORTH, RANGE 17 WEST, )  
N.M.P.M., SAN JUAN COUNTY, NEW MEXICO )

CASE NO. 1388

A P P L I C A T I O N

COMES NOW, El Paso Natural Gas Products Company, hereinafter called  
"Applicant", and alleges and states:

1. That Applicant is the owner and operator of oil and gas leases  
covering Section 23, Township 31 North, Range 17 West, N.M.P.M., San Juan  
County, New Mexico.

2. That heretofore, Applicant has drilled its Chimney Rock #1 Well on  
said section at a location 1880 feet from the South line 340 feet from the East  
line of said Section 23, as indicated by the plat which is attached hereto and  
made a part hereof.

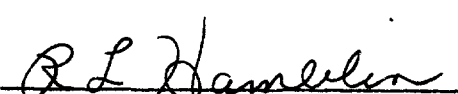
3. That said well was originally staked as a standard wildcat oil well  
location, but was subsequently completed as a gas well in the Gallup Formation  
in an undesignated gas field.

4. That this application is made for the prevention of waste and the  
drilling of unnecessary wells and the granting of the Order prayed for herein  
will not prejudice correlative rights.

5. Applicant seeks an order, pursuant to Rule 104 (b) (2) approving  
said well in said location for the production of gas.

6. No other interested party is known to the Applicant except Magnolia  
Petroleum Company to whom a copy of this Application is being sent by Registered  
Mail.

WHEREFORE, Applicant respectfully requests that an Order be issued  
setting this matter down for hearing at the earliest possible date, before an  
Examiner, and that notice thereof be given as required by law, and that upon  
final hearing, an Order be issued approving said well in said location for the  
production of gas.

  
R. L. HAMBLIN

Manager, Land Department  
EL PASO NATURAL GAS PRODUCTS  
COMPANY