

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN RE: APPLICATION OF TEXAS NATIONAL
PETROLEUM COMPANY FOR AN ORDER TO POOL
THE PRODUCTION FROM THE DAKOTA FORMATION
UNDERLYING THE NORTH HALF ($N\frac{1}{2}$) of SECTION
TWENTY-TWO (22), TOWNSHIP TWENTY-NINE (29)
NORTH, RANGE TWELVE (12) WEST, IN SAN JUAN
COUNTY, NEW MEXICO.

CASE NO.

2126

A P P L I C A T I O N

Comes now TEXAS NATIONAL PETROLEUM COMPANY, the applicant,
and states:

1. That Texas National Petroleum Company is the Operator of the Northeast Quarter ($NE\frac{1}{4}$) of the above described Section 22, Township 29 North, Range 12 West, in said San Juan County, New Mexico, and desires to drill a well to the Dakota formation underlying said acreage. That the North Half ($N\frac{1}{2}$) of said Section 22, Township 29 North, Range 12 West, has been spaced for production from the Dakota producing interval on 320-acre units, and applicant desires to join the Northeast Quarter ($NE\frac{1}{4}$) of the above described Section 22 with the Northwest Quarter ($NW\frac{1}{4}$) thereof so as to form one (1) drilling and spacing unit for production from the Dakota producing interval underlying the North Half ($N\frac{1}{2}$) of the above described Section 22.

2. That applicant is entitled to have this Commission enter an order declaring the North Half ($N\frac{1}{2}$) of the above described Section 22, Township 29 North, Range 12 West, to be one (1) drilling and spacing unit for the production of gas and other hydrocarbons from the Dakota producing interval underlying said 320-acre tract with provision in said order that the parties owning rights to produce minerals from said 320-acre unit participate in the production from the one (1) well located on the Northeast Quarter ($NE\frac{1}{4}$) of said Section 22 on a prorata basis of the ratio of the acreage

which they own to the ratio of the entire acreage in the unit. That such order should further provide that applicant be the "Operator" of said well.

3. That all interested parties in the above described 320-acre requested unit are set out in Exhibit "A", attached hereto and made a part hereof.

WHEREFORE, applicant prays that this application be set down for hearing; that due notice thereof be given in accord with the laws of the State of New Mexico and the rules and regulations of this Commission; that upon hearing thereof, from the evidence to be adduced, this Commission enter an order pooling all production from the Dakota producing interval underlying the above described requested 320-acre unit, make proper provision for participation in the production therefrom on an acreage basis, constitute the applicant as "Operator" thereof, and grant such further order as may be necessary.

TEXAS NATIONAL PETROLEUM COMPANY,

Applicant.

By (Geo. L. Verity) Its Attorney
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Farmington, New Mexico