

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

APPLICATION OF TENNECO OIL COMPANY FOR  
SPECIAL POOL RULES FOR THE SOUTH HOSPAH  
UPPER SAND OIL POOL AND THE SOUTH HOSPAH  
LOWER SAND OIL POOL MCKINLEY COUNTY, NEW  
MEXICO, TO PROVIDE THAT WELLS DRILLED IN  
SAID POOLS MAY BE LOCATED ANYWHERE ON THE  
40-ACRE UNIT EXCEPT THAT NO WELL TO BE LOCATED  
CLOSER THAN 330 FEET TO THE OUTER BOUNDARY  
OF THE LEASE NOR CLOSER THAN 200 FEET TO  
ANOTHER WELL PRODUCING FROM THE SAME POOL  
AND FURTHER THAT ANY EXISTING WELL NOT LOCATED  
IN ACCORDANCE WITH THE ABOVE SPACING BE GRANTED  
AN EXCEPTION TO SAID SPACING.

Case No. 3695

Comes now Tenneco Oil Company and for its Application states:

1. It is the operator of certain wells located in the South Hospah  
Upper Sand Oil Pool and South Hospah Lower Sand Oil Pool, McKinley County,  
New Mexico.

2. That in order to more effectively drain hydrocarbons from said pools it  
is necessary to allow wells drilled in said pools to be located anywhere on the  
40-Acre unit, provided, however, that no well shall be located closer than  
330 feet to the outer boundary of a lease line, nor closer than 200 feet to  
another well producing from the same pool.

3. Applicant further requests that any existing well not located in  
accordance with the above spacing provisions be granted an exception to said  
provisions.

4. That the granting of the application in its entirety will prevent  
waste and protect the correlative rights of all parties concerned.

WHEREFORE, Tenneco asks that the Application be granted in its entirety  
after public hearing as provided by law.

J. D. MOON

WHITE, GILBERT, KOCH & KELLY

By

W.B. Kelly  
Attorneys for Tenneco Oil Company