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Pur 4394

July 3, 1970

Oil Conservation Commission of New Mexico P.O. Box 2088
Santa Fe, New Mexico 87501

Gentlemen:

Enclosed is the application of Phillips Petroleum Company for approval of the Plata Deep Unit agreement, covering lands in Lea, County, New Mexico.

Please set this for hearing before the Commission's examiner at the next available date.

Yours very truly,

Jason W. Kellahin

JWK:jk

cc. (Mr. Joe Peacock)

DOCKET MARKED

Days 7/23/10

BEFORE THE

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OIL CONSERVATION COMMISSION OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF PHILLIPS PETROLEUM COMPANY FOR APPROVAL OF A UNIT AGREEMENT, LEA COUNTY, NEW MEXICO

APPLICATION

Comes now Phillips Petroleum Company and applies to the Oil Conservation Commission of New Mexico for approval of it Plata Deep Unit agreement, covering lands in Lea County, New Mexico, and in support thereof would show the Commission.

1. The Plata Deep Unit covers the following described lands in Lea County:

Township 20 South, Range 32 East, N.M.P.M.

Section 8- E/2, E/2 W/2

Section 9- All

Section 10 All

Section 11 All

Section 14 All Section 15 All

Section 16 All

Section 22 All Section 23 All

2. Unitized formations include all formations below a point 100 feet above the top of the Delaware Mountain Group as identified at 4390 feet on the Slumberger electric log, run No. 2, of April 4, 1957, on the Shell Oil Company No.1, Perry Federal well, located 330 feet from the North line, and 990 feet from the West line of Section 10, Township 20 South, Range, 32 East, N.M.P.M.

- 3. The unit area consists of 4,840 acres or 86.4285 per cent federal lands, and 760 acres or 13.5715 per cent state lands.
- 4. Applicant is designated as operator in said unit agreement, and proposes to drill and develop said unit area in the manner provided for in the unit agreement, and unit operating agreement, including a test well to a sufficient depth to test the Morrow formation at approximately 13,000 feet.
- 5. The proposed unit is in the interests of conservation and will result in the recovery of oil or gas, or both, that would not otherwise be recovered.

WHEREFORE applicant prays that this matter be set for hearing before the Oil Conservation Commission or one of its duly appointed examiners, and that after notice and hearing as provided by law, the Plata Deep Unit agreement be approved.

> Respectfully submitted PHILLIPS PETROLEUM COMPANY

Rellahin & Fox P.O. Box 1769

Santa Fe, New Mexico

87501

ATTORNEYS FOR APPLICANT