CAMPBELL & BLACK, P.A.

LAWYERS

JACK M. CAMPBELL
BRUCE D. BLACK
MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
WILLIAM P. SLATTERY
ANNIE-LAURIE COOGAN

JEFFERSON PLACE

SUITE I - 110 NORTH GUADALUPE

POST OFFICE BOX 2208

SANTA FE, NEW MEXICO 87504-2208

TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

April 9, 1991

HAND-DELIVERED

RECEIVED

APR . 1951

William J. LeMay, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
State Land Office Building
Santa Fe, New Mexico 87503

OIL CONSERVATION DIVISION

Case /0297

Re:

In the Matter of the Application of Nearburg Producing Company for an

Unorthodox Well Location, Eddy County, New Mexico

Dear Mr. LeMay:

Enclosed in triplicate is an Application of Nearburg Producing Company in the above-referenced case. Nearburg Producing Company respectfully requests that this matter be placed on the docket for the May 2, 1991 Examiner hearings.

Very truly yours,

WILLIAM F. CARR

WFC:mlh Enclosures

cc w/enclosure:

Mr. Mark K. Nearburg

Nearburg Producing Company

1 Petroleum Center, Building 8, Suite 100

3300 N. "A" Street

Midland, Texas 79705-5408

BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION OF NEARBURG PRODUCING COMPANY FOR AN UNORTHODOX WELL LOCATION, EDDY COUNTY, NEW MEXICO.

OIL CONSERVATION DIVISION

CASE NO. 102911

APPLICATION

NEARBURG PRODUCING COMPANY, by its undersigned attorneys, hereby makes application to the Oil Conservation Division for approval of an unorthodox well location and in support of its application states:

- 1. Applicant is the operator of the W/2 of Section 15, Township 22 South, Range 27 East, N.M.P.M., Eddy County, New Mexico, and proposes to drill its Forni 15 Well No. 1 at an unorthodox location 2500 feet from the North line and 330 feet from the West line of said Section 15.
- 2. Applicant seeks an exception to the well location requirements of Division Rule 104 to permit the drilling of the well at the above-described unorthodox location to a depth to adequately and Morrow formations.
- 3. Approval of this application will afford applicant the opportunity to produce its just and equitable share of hydrocarbons underlying this spacing unit and will otherwise be in the best interest of conservation, the prevention of waste and the protection of correlative rights.

WHEREFORE, Applicant requests that this application be set for hearing before a duly appointed Examiner of the Oil Conservation Division on May 2, 1991, and that after notice and hearing as required by law, the Division enter its order granting this application and providing such other relief as is proper.

Respectfully submitted,

CAMPBELL & BLACK, P.A.

WILLIAM F. CARR

Post Office Box 2208

Santa Fe, New Mexico 87504

Telephone: (505) 988-4421

ATTORNEYS FOR NEARBURG PRODUCING COMPANY