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March 15, 1993

HAND-DELIVERED

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

NSERVATION DAVE 10705

Re: Application of Union Oil Company of California d/b/a Unocal for an Unorthodox Gas Well Location, Eddy County, New Mexico

Dear Mr. LeMay:

Enclosed in triplicate is the Application of Union Oil Company of California d/b/a Unocal in the above-referenced case as well as a copy of a legal advertisement. Unocal respectfully requests that this matter be placed on the docket for the April 8, 1993 Examiner hearings.

Very truly yours,

WILLIAM F. CARR WFC:mlh Enclosures cc w/enc.: Mike Nixon Union Oil Company of California d/b/a Unocal Post Office Box 3100 Midland, TX 79701

BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION OF UNION OIL COMPANY OF CALIFORNIA MAR 1993 d/b/a UNOCAL, FOR AN UNORTHODOX GAS WELL LOCATION, LEA COUNTY, NEW MEXICO.

MAR 5 1993 MAR 5 1993 MSERVATION DIVISION 10 70 5

APPLICATION

UNION OIL COMPANY OF CALIFORNIA d/b/a UNOCAL, through its undersigned attorneys, and hereby makes application for an order approving an unorthodox well location, and in support thereof states:

1. Applicant is the operator of Section 32, Township 25 South, Range 33 East, N.M.P.M., Lea County, New Mexico and proposes to recomplete its Red Hills Unit Well No. 1 as a gas well in the Devonian formation, Red Hills-Devonian Gas Pool, at an unorthodox location 330 feet from the South line and 2310 feet from the East line in Unit O of said Section 32. This well was previously drilled to the Wolfcamp formation.

2. Applicant seeks an exception to the Division's well location requirements to permit the recompletion of the well in the Devonian formation at the above-described location.

3. A standard 640-acre proration unit comprised of said Section 32 should be dedicated to the well.

CASE ___: /0/105 Application of Union Oil Company of California d/b/a Unocal for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authorization to recomplete in the Devonian formation, Red Hills-Devonian Gas Pool, its Red Hills Unit Well No. 1 which was drilled to the Wolfcamp formation at an unorthodox location 330 feet from the South line and 2310 feet from the East line (Unit O) of Section 32, Township 25 South, Range 33 East, N.M.P.M., Lea County, New Mexico. Section 32 is to be dedicated to said well forming a standard 640-acre gas spacing and proration unit. Said unit is located approximately _____ miles _____ of _____, New Mexico.

