

BEFORE THE  
OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

RECEIVED

MAY 8 1990

OIL CONSERVATION DIVISION

CASE NO. 9947

IN THE MATTER OF THE APPLICATION OF  
TEXACO, INC. FOR POOL CREATION  
AND SPECIAL POOL RULES,  
LEA COUNTY, NEW MEXICO.

APPLICATION

TEXACO, INC. ("Texaco"), through its undersigned attorneys, hereby makes application for an Order designating a new oil pool as a result of the discovery of hydrocarbons in the Paddock formation, and for the promulgation of Special Pool Rules on a permanent basis or, in the alternative on a temporary basis, for this pool, including a special gas-oil ratio of 6,000 to 1 and in support of this application states:

1. Texaco is the operator of the SE/4 SE/4 of Section 35, Township 24 South, Range 37 East, N.M.P.M., Lea County, New Mexico on which is located its G.L. Erwin "B" NCT-2 No. 1 Well at a standard location 660 feet from the South and East lines of Section 35.

2. The G.L. Erwin "B" NCT-2 No. 1 Well has recently been recompleted in the Paddock formation from which it is producing oil and gas.

3. Texaco believes that the following described lands are reasonably proven productive of oil and gas in paying quantities from the Paddock formation and should be included in the original definition of the new pool:

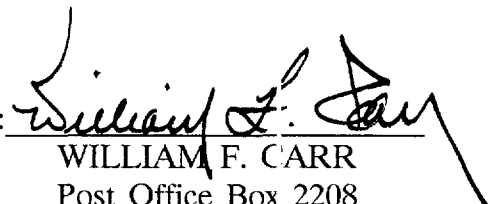
Township 24 South, Range 37 East, N.M.P.M.  
Section 35: SE/4 SE/4

4. Applicant requests that Special Pool Rules and Regulations be promulgated for the pool including a provision for a special gas-oil ratio of 6,000 cubic feet gas per barrel of oil.

WHEREFORE, Texaco, Inc. requests that this application be set for hearing before a duly appointed Examiner of the Oil Conservation Division on May 30, 1990, and that, after notice and hearing as required by law and the rules of the Division, the application be approved.

Respectfully submitted,

CAMPBELL & BLACK, P.A.

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