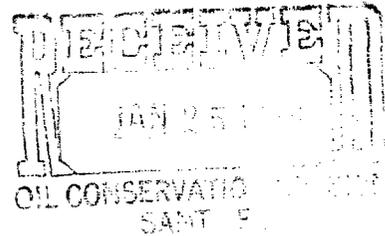


January 22, 1988



Case 9308

Energy and Minerals Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Township 2 South, Range 29 East, NMPM
Section 23: S/2
Roosevelt County, New Mexico

Gentlemen:

Enclosed for filing, please find three copies of the Application of Marshall Pipe & Supply Company for an Unorthodox Well Location, Roosevelt County, New Mexico.

We ask that this matter be set for hearing before an Examiner on February 17, 1988, and that we be furnished with a docket of said hearing.

Thank you.

Sincerely yours,

DICKERSON, FISK & VANDIVER


Chad Dickerson

CD:pvw
Enclosures

cc w/enclosure: Marshall Pipe & Supply Company
Ms. Leslie Bentz

BEFORE THE OIL CONSERVATION DIVISION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION :
OF MARSHALL PIPE & SUPPLY COMPANY :
FOR AN UNORTHODOX WELL LOCATION, :
ROOSEVELT COUNTY, NEW MEXICO :
_____ :

CASE NO. 9308

APPLICATION

COMES NOW Marshall Pipe & Supply Company, by its attorneys, and in support hereof, respectfully states:

1. Applicant is the operator of all formations from the surface through the base of the Ordovician formation, underlying:

Township 2 South, Range 29 East, N.M.P.M.

Section 23: S/2

containing 320 acres, more or less,
and proposes to drill a well, at a point located 660 feet from the west line and 990 feet from the south line of said Section 23, and to dedicate said S/2 to the well.

2. The Applicant seeks an exception to the well location requirements of Rule 104 of the Oil Conservation Division to permit the drilling of the well at the above mentioned unorthodox location to a depth sufficient to adequately test all formations

from the surface through the base of the Ordovician formation, which may be developed on 320-acre spacing.

3. A standard 320-acre proration unit comprising the S/2 of said Section 23 should be dedicated to such well or to such lesser portion thereof as is reasonably shown to be productive of oil and gas.

4. The approval of this Application will afford Applicant the opportunity to produce its just and equitable share of oil and gas, will prevent economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

WHEREFORE, Applicant prays:

A. That this Application be set for hearing before an examiner and that notice of said hearing be given as required by law.

B. That upon hearing the Division enter its order granting Applicant permission to drill a well at a point 660 feet from the west line and 990 feet from the south line of said Section 23, and to dedicate the S/2 of Section 23 to said well.

C. And for such other and further relief as may be just in the premises.

MARSHALL PIPE & SUPPLY COMPANY

By: *Chad Dickerson*
Chad Dickerson

DICKERSON, FISK & VANDIVER
Seventh and Mahone, Suite E
Artesia, New Mexico 88210
(505) 746-9841

Attorneys for Applicant