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BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION OF  
BENSON-MONTIN-GREER DRILLING CORP.  
FOR AMENDMENT OF ORDER R-6469 TO  
RESCIND APPROVAL OF CERTAIN  
NON-STANDARD SPACING UNITS,  
RIO ARriba COUNTY, NEW MEXICO.

CASE NO. 9525

APPLICATION

COMES NOW BENSON-MONTIN-GREER DRILLING CORP., by and through its undersigned attorneys, hereby makes application to the Oil Conservation Division for Amendment of Order R-6469 and in support thereof states:

1. Applicant is the operator of the Canada Ojitos Unit which includes lands in Township 24 North, Range 1 West and Township 26 North, Range 1 West as well as other acreage and from which oil and gas are produced from the West Puerto Chiquito-Mancos Oil Pool.

2. In Case 6997, Applicant sought among other things the creation of certain non-standard spacing units which units were approved on September 10, 1980 by Order R-6469.

3. Prudent operation and development of the unit area now requires that approval of the following non-standard proration units be terminated:

TOWNSHIP 24 NORTH, RANGE 1 WEST, N.M.P.M.

- a 320-acre unit comprising Section 1: N/2
- a 640-acre unit comprising Section 23: N/2  
and Section 24: N/2
- a 640-acre unit comprising Section 23: S/2  
and Section 24: S/2

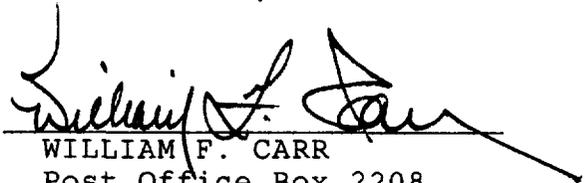
TOWNSHIP 26 NORTH, RANGE 1 WEST, N.M.P.M.

- a 640-acre unit comprising Section 5: W/2  
and Section 8: W/2
- a 640-acre unit comprising Section 5: E/2  
and Section 8: E/2
- a 640-acre unit comprising Section 17: W/2  
and Section 20: W/2
- a 640-acre unit comprising Section 17: E/2  
and Section 20: E/2

4. That approval of this application will be in the best interest of conservation, the prevention of waste and the protection of correlative rights.

WHEREFORE, Applicant requests that this matter be set for hearing before a duly appointed Examiner of the Oil Conservation Division and, that after notice and hearing as required by law, the Division enter its Order amending Order R-6469 by deleting therefrom Division approval of those non-standard proration units located in Township 24 North, Range 1 West and Township 26 North, Range 1 West, N.M.P.M., Rio Arriba County, New Mexico.

Respectfully submitted,  
CAMPBELL & BLACK, P.A.

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