

**ERNEST L. PADILLA**  
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July 17, 1984

Joe D. Ramey, Director  
Oil Conservation Division  
P.O. Box 2088  
Santa Fe, New Mexico 87501

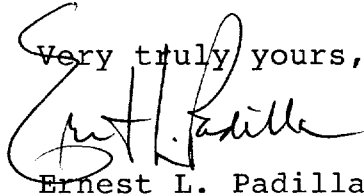
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OIL CONSERVATION DIVISION

*Case 8307*

Dear Mr. Ramey:

Enclosed is the Application of Petroleum Energy, Inc. for an Unorthodox Location, in triplicate, for filing.

I would appreciate it if you would set this application for hearing at the next available hearing date.

Very truly yours,  
  
Ernest L. Padilla

ELP/bv

Encls

cc: Petroleum Energy, Inc.

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

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JUL 17 1984

OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION  
OF PETROLEUM ENERGY, INC. FOR AN  
UNORTHODOX LOCATION, SAN JUAN COUNTY,  
NEW MEXICO.

CASE NO.

APPLICATION

Case 8307

Applicant, Petroleum Energy, Inc. by and through its undersigned attorney, and in support of this application states as follows:

1. That the Applicant proposes to drill a gas well to test the Mississippian formation located 660 feet from the South Line and 1980 feet from the West Line of Section 28, Township 27 North, Range 18 West, NMPM, San Juan County, New Mexico.

2. That the SW/4 of said Section 28 shall be dedicated to said proposed well.

3. That the location and spacing for said well is governed by the general statewide rules of the Oil Conservation Division which require that the well be located no closer than 790 feet to any outer boundary of spacing unit nor closer than 130 feet to any quarter-quarter section or subdivision inner boundary.

4. That approval of this application would result in the best interests of conservation, the protection of correlative rights and the prevention of waste.

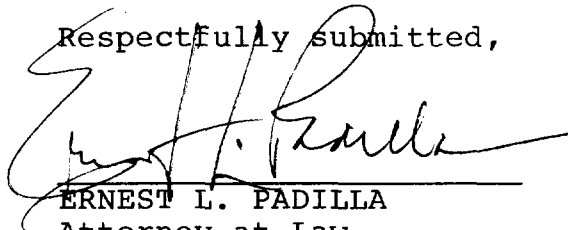
WHEREFORE, the Applicant requests that this application:

1. Be set for hearing before an examiner of the Division and that notice of said hearing be given as required by law.

2. That upon hearing the Division enter its Order to authorize the unorthodox location as described above.

3. And for such other relief as the Division may deem proper.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Ernest L. Padilla", is written over a horizontal line.

ERNEST L. PADILLA  
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