## STATE OF NEW MEXICO

## ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT

## OIL CONSERVATION DIVISION

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IN THE MATTER OF THE APPLICATION OF NEARBURG PRODUCING COMPANY FOR AN NON-STANDARD PRORATION UNIT AND, UNORTHODOX GAS WELL LOCATION, LEA COUNTY, NEW MEXICO.

CASE NO. 4464

MANY 18

## APPLICATION

NEARBURG PRODUCING COMPANY, by and through its undersigned attorneys, hereby makes application to the Oil Conservation Division for approval of a non-standard proration unit and an unorthodox gas well location, and in support thereof states:

- 1. Applicant is the operator of the W/2 NW/4 of Section 30, Township 16 South, Range 37 East, N.M.P.M., Lea County, New Mexico, and proposes to drill the Soledad State 30 D Well #1 at a point 330 feet from the North and West lines of said Section 30.
- 2. Applicant seeks an exception to the well location requirements of Oil Conservation Division Rule 104 to permit the drilling of the well at the above described unorthodox location to a depth sufficient to adequately test the Strawn formation, Northeast Lovington Pennsylvanian Pool.
- 3. A non-standard 100.49 acre proration unit comprised of the  $W/2\ NW/4$  of said Section 30 should be dedicated to the well.
- 4. The proposed proration unit is non-standard because of United States Public Land Survey variation.

5. That approval of this application will afford applicant the opportunity to produce its just and equitable share of hydrocarbons underlying this spacing unit and will otherwise be in the best interest of conservation, the prevention of waste and the protection of correlative rights.

WHEREFORE, Applicant prays that this application be set for hearing before a duly appointed Examiner of the Oil Conservation Division on June 8, 1988, and that after notice and hearing as required by law, the Division enter its order granting this application and providing such other relief as is proper.

Respectfully submitted,

CAMPBELL & BLACK, P.A.

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