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BEFORE THE NEW MEXICO OIL CONSERVATION COMMISSION

APPLICATION OF KEWANEE OIL COMPANY
FOR APPROVAL OF THE SQUARE LAKE "12"
UNIT AGREEMENT, EDDY COUNTY, NEW MEXICO

Case No. 3791

APPLICATION

Comes now KEWANEE OIL COMPANY and applies to the New Mexico Oil Conservation Commission for approval of the Square Lake "12" Unit Agreement and in support of its application states:

1. The Square Lake "12" Unit area comprises 1,360 acres of Federal Lands in Eddy County, New Mexico, as follows:

Township 17 South, Range 29 East

Section 1: S/2 SE/4, SW/4 SW/4

Section 12: N/2, SW/4, W/2 SE/4, NE/4 SE/4

Township 17 South, Range 30 East

Section 6: SE/4, W/2 SW/4

Section 7: N/2, W/2 SW/4

2. Attached to this application is the Unit Agreement for the development and operation of the Square Lake "12" Unit area, to which agreement there is attached as Exhibit "A" a plat of the Unit area.

3. The Square Lake "12" Unit Agreement is being formed in order to facilitate secondary recovery operations in the Grayburg formation underlying the Unit area. Coincident with the filing of this Application, another Application also is being filed with the Commission seeking approval of the secondary recovery project in this area.

4. Kewanee Oil Company is designated as unit operator in Section 6 of the aforesaid Unit Agreement.

DOCKET MAILED

Date 6/13/58

5. Approval of the Square Lake "12" Unit Agreement will prevent waste and protect correlative rights.

WHEREFORE, Kewanee Oil Company requests that this Application be set for hearing before the New Mexico Oil Conservation Commission or one of its examiners and that the Commission enter its order approving the Square Lake "12" Unit Agreement.

MONTGOMERY, FEDERICI, ANDREWS,
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