

BEFORE THE NEW MEXICO OIL CONSERVATION COMMISSION

APPLICATION OF KEWANEE OIL
COMPANY FOR APPROVAL OF THE
ATOKA SAN ANDRES UNIT AGREE-
MENT, EDDY COUNTY, NEW MEXICO

Case No. 3830

APPLICATION

Comes now Kewanee Oil Company and applies to the New Mexico Oil Conservation Commission for approval of the Atoka San Andres Unit Agreement and in support of its application states:

1. The Atoka San Andres Unit Area comprises 3,360 acres of privately owned lands in Township 18 South, Range 26 East, Eddy County, New Mexico, as more fully described and shown on Exhibits A and B to the Atoka San Andres Unit Agreement, a copy of which is attached to this Application and incorporated herein by reference.

2. The Atoka San Andres Unit is being formed in order to facilitate secondary recovery operations in that portion of the San Andres formation that is defined as the "Unitized Formation" in paragraph 1.2 on page 1 of the Unit Agreement that is attached to this Application. Coincident with the filing of this Application, another Application also is being filed with the Commission seeking approval of the secondary recovery project in the unit area.

3. Kewanee Oil Company is designated as unit operator by paragraph 4.1 appearing at pages 5 and 6 of the Unit Agreement.

4. Approval of the Atoka San Andres 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

DOCKET MARK

Date 7-26-68

Conservation Commission or one of its examiners and that the Commission enter its order approving the Atoka San Andres Unit Agreement.

MONTGOMERY, FEDERICI, ANDREWS,
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