

WHITE, GILBERT, KOCH & KELLY

(GILBERT, WHITE AND GILBERT)

ATTORNEYS AND COUNSELORS AT LAW

LINCOLN BUILDING

SANTA FE, NEW MEXICO 87501

RECEIVED

OCT 28 1971

GW 011 10/28/71

CARL H. GILBERT (1891-1963)

L. C. WHITE

WILLIAM W. GILBERT

SUMNER S. KOCH

WILLIAM BOOKER KELLY

JOHN F. MCCARTHY, JR.

KENNETH BATEMAN

BENJAMIN PHILLIPS

October 28, 1971

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TELEPHONE 982-4301
(AREA CODE 505)

Case 4617

Mr. A. L. Porter
Secretary-Director
Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Handwritten signature

Dear Mr. Porter:

Tenneco Oil Company seeks approval of a proposed Unit Agreement for the Lusk (Seven Rivers) Unit, Lea County, New Mexico.

The proposed unit contains 520 acres of land, more or less, and is more particularly described as follows:

The W 1/2, SE 1/4, and the SW 1/4 of the NE 1/4
of Section 3, T19S, R32E, Lea County, New Mexico.

The land involved is all federally owned and the unitized formation is defined as that stratigraphic interval commonly known as the Seven River Sand, and more specifically defined as that interval occurring between 3,838 feet and 3,860 feet in Tenneco Oil Company's Shell Federal Well No. 2 located in the SE 1/4 of the NW 1/4 of Section 3. The purpose of the unit is to institute a secondary recovery project in the Lusk Seven Rivers field.

Tenneco and Jack L. McClellan are the only working interest owners and both are signatory to the agreement. Tenneco expects essentially all of the overriding royalty owners to consent also. I enclose a copy of the Unit Agreement with this letter.

Tenneco also seeks approval of a secondary recovery project covering the same property as the unit described above. The project will initially have one injection well located in the SE 1/4 of the NW 1/4 of Section 3, being Tenneco's Shell Federal Well No. 2. There will be five producing wells.

10-28-71

Date: 10-28-71

Tenneco requests that if the Commission approves this project, the Order contain appropriate language allowing for expansion and additional injection wells prior to response.

I enclose with this Application a plat of the proposed project area and log of the injection well. Other pertinent exhibits will be furnished at the time of hearing.

It is my understanding that these cases have been set for hearing November 10, 1971 upon my oral request.

Very truly yours,


W. B. KELLY

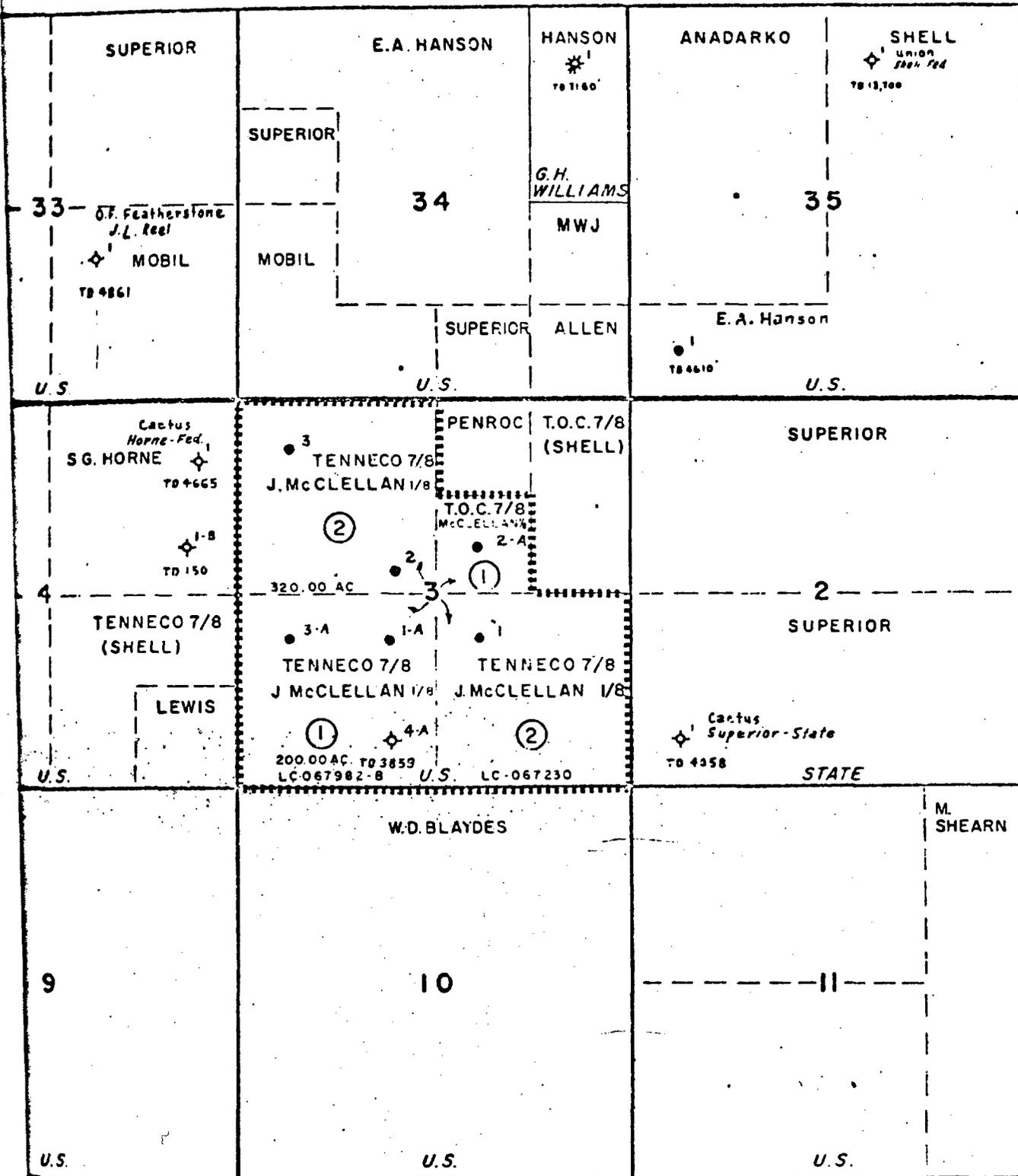
WBK:cc

Enclosures

cc: Mr. F. J. McDonald
District Production Manager
Tenneco Oil Company
P.O. Box 1031
Midland, Texas 79701

Mr. Millard Carr
c/o Tenneco Oil Company
P. O. Box 2410
Denver, Colorado

R-32-E



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ALL FEDERAL ACREAGE EXCEPT SEC. 2
TOTAL UNIT HAS 520.00 NET ACRES

TENNECO OIL COMPANY
SUBSIDIARY OF TENNECO CORPORATION

LUSK SEVEN RIVERS FIELD
LEA CO., NEW MEXICO

----- UNIT BOUNDARY
① TRACT NUMBER

1" = 2000' FIG. NO. 2