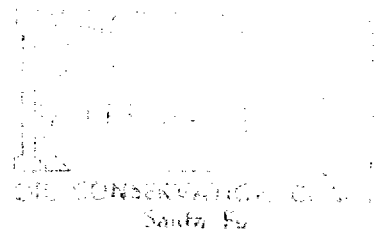


BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO



Case 4911

IN THE MATTER OF THE APPLICATION OF
ANADARKO PRODUCTION COMPANY FOR
APPROVAL OF THE BALLARD GRAYBURG
SAN ANDRES UNIT AGREEMENT COMPRISING
2580.59 ACRES, MORE OR LESS, IN
TOWNSHIP 18 SOUTH, RANGE 29 EAST,
N.M.P.M., EDDY COUNTY, NEW MEXICO.

A P P L I C A T I O N

COMES now ANADARKO PRODUCTION COMPANY and applies to
the Oil Conservation Commission of New Mexico for approval
of a unit agreement in the LOCO-HILLS POOL, Eddy County,
New Mexico, and in support thereof would show the Commission:

1. Applicant has formed its Ballard Grayburg San Andres
Unit, composed of Federal and fee simple acreage consisting
of the following lands:

Township 18 South, Range 29 East, N.M.P.M.

Section 4: W/2 W/2

Section 5: All

Section 6: E/2, and SE/4 SW/4

Section 7: Lots 1 & 2, E/2 NW/4, NE/4, E/2 SE/4, and
NW/4 SE/4

Section 8: All

Section 9: NW/4 NW/4

Section 17: NE/4 NE/4, W/2 NE/4, and NW/4

Section 18: NE/4 NE/4

All in Eddy County, New Mexico and containing 2580.59 acres,
more or less.

DOCKET MAILED

Date 3/14/73

2. Applicant is designated as operator of the proposed
unit.

3. The Unit Agreement attached hereto as Exhibit No. 1, has been given preliminary approval by the United States Geological Survey.

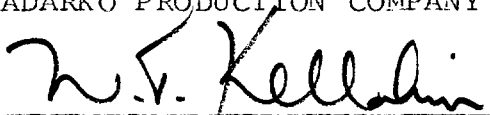
4. The said Unit Agreement has been approved by sufficient owners of interests to assure its ultimate effectiveness.

5. The said Unit is being formed for the purpose of conducting waterflood operations within the boundaries of the unit area in the LOCO-HILLS POOL, Eddy, County, New Mexico.

6. The granting of this application will result in the prevention of waste and the protection of correlative rights,

WHEREFORE, Applicant respectfully requests this matter be set for hearing before the Commission's duly appointed Examiner and that upon hearing, an order be entered approving the Unit Agreement.

Respectfully Submitted,
ANADARKO PRODUCTION COMPANY

By 

KELLAHIN & FOX

P. O. Box 1769

Santa Fe, New Mexico 87501

ATTORNEYS FOR APPLICANT