KELLAHIN and KELLAHIN Attorneys at Law

500 Don Gaspar Avenue Post Office Box 1769 Santa Fe, New Mexico 87501

Telephone 982-4285 Area Code 505

September 21, 1979

Mr. Joe Ramey Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87501

> Re: Depco

White Ranch Unit Area

Dear Joe:

Jason Kellahin

Karen Aubrey

W. Thomas Kellahin

Please set the enclosed Application for hearing on October 17, 1979.

WTK:eps Enclosure

Mr. Larry Seright Mr. R. B. Edmundson cc:

BEFORE THE NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION OF DEPCO INC. FOR APPROVAL OF THE WHITE RANCH UNIT, CHAVES COUNTY, NEW MEXICO

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APPLICATION

COMES NOW DEPCO INC., and applies to the Oil Conservation Division of New Mexico for approval of a Unit Agreement, Chaves County, New Mexico and in support thereof would show:

1. Applicant has formed its White Ranch Unit, composed of Federal, State, and fee acreage consisting of the following lands:

T 29 8-R29E, N.M.P.M.	T12S-R30E, N.M.P.M.
Sec. 1: All Sec. 12: All Sec. 13: All Sec. 14: All Sec. 23: All Sec. 24: All	Sec. 6: All Sec. 7: All Sec. 17: All Sec. 18: All Sec. 19: All Sec. 20: All Sec. 29: All Sec. 30: All
T13S-R30E, N.M.P.M.	Sec. 31: All Sec. 32: All
Sec. 4: All Sec. 5: All Sec. 6: All Sec. 7: All Sec. 8: All Sec. 9: All Sec. 10: All Sec. 15: All Sec. 16: All Sec. 16: All Sec. 17: All Sec. 18: All Sec. 18: All Sec. 19: All Sec. 19: All	

Containing 18,961.78 acres, more or less.

- 2. Applicant is designated as operator of the proposed unit.
- 3. The Unit Agreement has been submitted to the United States Geological Survey and the Commissioner of Public Lands of New Mexico for preliminary approval.
- 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 development of the acreage dedicated to it.
- 6. The granting of this application will result in the prevention of waste and the protection of correlative rights.

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

DEPCO INC.

By:

W. Thomas Kellahin

KELLAHIN & KELLAHIN

P. O. Box 1769

Santa Fe, New Mexico 87501