



PHILLIPS PETROLEUM COMPANY

ODESSA, TEXAS 79762
4001 PENBROOK

EXPLORATION AND PRODUCTION GROUP

September 30, 1987

Proposed Philmex Well No. 25
Pool Redesignation
Lea County, New Mexico

*delete unit F from
maly + add to vac.*

*when well is
completed*

was done

Dec 1987

New Mexico Department of Energy and Minerals
Oil Conservation Division
P. O. Box 1980
Hobbs, New Mexico 88240

Gentlemen:

Phillips Petroleum Company respectfully requests approval to designate our proposed Philmex, well no. 25 as a Grayburg-San Andres oil well in the Vacuum pool. The subject well located in Unit F, Section 35, T-17-S, R-33-E, Lea County, New Mexico, is included in the area currently designated as the Maljamar Grayburg-San Andres pool. The nearest tank battery on the Philmex lease for Maljamar Grayburg production is 7250 feet away; the nearest tank battery on the Philmex lease for Vacuum Grayburg-San Andres production is located approximately 4800 feet away from the proposed well. The connection of a flowline to the nearest tank battery would mean a cost savings of \$3700.00. Phillips Petroleum Company is presently the only operator of any Grayburg-San Andres wells within 3/4 of a mile from the proposed well.

Your consideration is appreciated.

Very truly yours,

Larry M. Sanders

Larry M. Sanders
Regulation and Proration Supervisor

LMS:AP

Attachment - C-101 with plat

RECEIVED

OCT 1 1987

OCD

HOBBS OFFICE