CASE NO.

6552

APPlication, Transcripts, Small Exhibits,

ETC.

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION



JERRY APODACA COVERNOR

NICK FRANKLIN SECRETARY

June 14, 1979

POST OFFICE BOX 2018 STATE LAKO OFFICE BIJLOING SANTA FE, NEW MEXICO D75:01 ISOSI 827-2434

Mr. C. D. Martin Hinkle, Cox, Eaton, Coffield & Hensley Attorneys at Law Post Office Box 3580 Midland, Texas 79702 Maddox Energy Corporation Dear Sir: Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case. Yours very truly, JOE D. RAMEY Director JDR/fd Copy of order also sent to: Hobbs OCC x Artesia OCC x Artesia OCC x Aztec OCC Other Paul Cooter		Re:	CASE NO.	6552
Attorneys at Law Post Office Box 3580 Midland, Texas 79702 Maddox Energy Corporation Dear Sir: Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case. Yours very truly, JOE D. RAMEY Director JDR/fd Copy of order also sent to: Hobbs OCC	Hinkle, Cox, Eaton,		ORDER NO.	R-6023
Dear Sir: Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case. Yours very truly, JOE D. RAMEY Director JDR/fd Copy of order also sent to: Hobbs OCC x Artesia OCC x Aztec OCC	Attorneys at Law Post Office Box 3580		Applicant	:
Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case. Yours very truly, JOE D. RAMEY Director JDR/fd Copy of order also sent to: Hobbs OCC x Artesia OCC x Aztec OCC			Maddox E	nergy Corporation
JDR/fd Copy of order also sent to: Hobbs OCC x Artesia OCC x Aztec OCC	Dear Sir:			
JOE D. RAMEY Director JDR/fd Copy of order also sent to: Hobbs OCC x Artesia OCC x Aztec OCC				
JOE D. RAMEY Director JDR/fd Copy of order also sent to: Hobbs OCC x Artesia OCC x Aztec OCC	Yours very truly,			
JDR/fd Copy of order also sent to: Hobbs OCC x Artesia OCC x Aztec OCC	he Chancy			
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Copy of order also sent to: Hobbs OCC x Artesia OCC x Aztec OCC				
Hobbs OCC x Artesia OCC x Aztec OCC	JDR/fd			
Artesia OCC x Aztec OCC	Copy of order also ser	nt to:		
Other Paul Cooter	Artesia OCC x			·
	Other Paul Cooter			

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 6552 Order No. R-6023

APPLICATION OF MADDOX ENERGY CORPORATION FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on May 23, 1979, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 12th day of June, 1979, the Division Director, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

That the applicant's request for dismissal should be granted.

IT IS THEREFORE ORDERED:

That Case No. 6552 is hereby dismissed.

DONE at Santa Fe, New Mexico, on the day and year herein-above designated.

STATE OF NEW MEXICO QIL CONSERVATION DIVISION

JOE D. RAMEY

Director

SFAL fd/ STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
State Land Office Building
Santa Fe, New Mexico
23 May 1979

EXAMINER HEARING

IN THE MATTER OF:

CASE

Application of Maddox Energy Corporation for compulsory pooling, Eddy County, New Mexico.

6552

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

APPEARANCES

For the Oil Conservation Division:

Ernest L. Padilla, Esq. Legal Counsel for the Division State Land Office Bldg. Santa Fe, New Mexico 87503

SALLY WALTON BOYD
ENTIFIED SHORTHAND REPORTER
SOUTHER Blance (601) 471-2445
South Fo. Now Modico 87691

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MR. STAMETS: Call next case 6552.

MR. PADILLA: Application of Maddox Energy

Corporation for compulsory pooling, Eddy County,

New Mexico.

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MR. STAMETS: The Division has received and will grant a request that this case be dismissed.

(Hearing concluded.)

REPORTER'S CERTIFICATE

I, SALLY WALTON BOYD, a Court Reporter, DO HEREBY CERTIFY that the foregoing and attached Transcript of Hearing before the Oil Conservation Division was reported by me; that said transcript is a full, true, and correct record of the hearing, prepared by me to the best of my ability, knowledge, and skill, from my notes taken at the time of the hearing.

I do hereby certify that the foregoing Is a complete record of the proceedings in the Examiner hearing of Case No. 6552 heard by me of

Oil Conservation Division

CASE

6552

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STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION State Land Office Building Santa Fe, New Mexico 23 May 1979

EXAMINER REARING

IN THE MATTER OF:

Application of Maddox Energy Corporation) for compulsory pooling, Eddy County, New Mexico.

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

APPEARANCES

For the Oil Conservation Division:

Ernest L. Padilla, Esq. Legal Counsel for the Division State Land Office Bldg. Santa Fe, New Mexico 87503

MR. STAMETS: Call next case 6552.

MR. PADILLA: Application of Maddox Energy

Corporation for compulsory pooling, Eddy County,

New Mexico.

MR. STAMETS: The Division has received and will grant a request that this case be dismissed.

(Hearing concluded.)

REPORTER'S CERTIFICATE

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I, SALLY WALTON BOYD, a Court Reporter, DO HEREBY CERTIFY that the foregoing and attached Transcript of Hearing before the Oil Conservation Division was reported by me; that said transcript is a full, true, and correct record of the hearing, prepared by me to the best of my ability, knowledge, and skill, from my notes taken at the time of the hearing.

Sally W. Boyd, C.S.R.

I do hereby corilly that the foregoing is a complete to our of the proceedings in the Examiner Maring of Case No. heard by me on____

_, Examiner Oil Conservation Division

ATWOOD, MALONE, MANN & CO

A PROFESSIONAL ASSOCIATION

JEFF D. ATWOOD [1883-1960] ROSS L. MALONE [1910-1974] OIL CONSERVATION DIVISIO

OIL CONSERVATION DIVISION SANTA FE

P. O. DRAWER 700 SECURITY NATIONAL BANK BUILDING ROSWELL, NEW MEXICO 88201 [505] 622-6221

May 18, 1979

CHARLES F. MALONE
RUSSELL D. MANN
PAUL A. COOTER
BOB F. TURNER
JOHN W. BASSETT
ROBERT E. SABIN
BRIAN W. COPPLE

RANDAL W. ROBERTS STEVEN L. BELL

Mr. Joe Ramey Secretary-Director Oil Conservation Commission P. O. Box 2088 Santa Fe, New Mexico 87501

RE: Examiner Hearing - Wednesday, May 23, 1979 Cause No. 6552

Dear Mr. Ramey:

We would appreciate your filing the enclosed Entry of Appearance for Amoco Production Company in Cause No. 6552.

Your assistance in this matter is greatly appreciated.

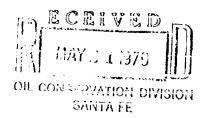
Very truly yours,

Paul Cooter

PC/le

Encl.

cc: Guy Buell, Esq.



BEFORE THE OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION)
OF MADDOX ENERGY CORPORATION FOR)
COMPULSORY POOLING, EDDY COUNTY,
NEW MEXICO.)

NO. 6552

ENTRY OF APPEARANCE

The undersigned hereby enter their appearance on behalf of Amoco Production Company with Guy Buell and Richard Merrill of Houston, Texas.

ATWOOD, MALONE, MANN & COOTER, P.A.

P. O. Drawer 700

Roswell, New Mexico 88201

LAW OFFICES

HINKLE, COX, EATON, COFFIELD & HENSLEY

1000 FIRST NATIONAL BANK TOWER

OF COUNSEL CLARENCE E.HINKLE

POST OFFICE BOX 3580

MIDLAND, TEXAS 79702 (915) 683-4091

W. E. BONDURANT, JR. (1914-1973)

ROSWELL, NEW MÉXICO OFFICE 900 Himke's Britioing

(608) 622-6510

ECEIVED

. COFFIELD, MARTIN, BOZÁRTH, STER, ALLEN, ALLEN & BURFORD ICENSED IN TEXAS

May 1 PIL CONSERVATION DIVISION SANTA FE

Mr. Dan Nutter Oil Conservation Division Post Office Box 2088 Santa Fe, New Mexico 87501

Re: Case No. 6552

Maddox Energy Corporation

Compulsory Pooling

Dear Dan:

LEWIS C. COX, JR. PAUL W. EATON, UR.

O.D. MARTIN

PAUL J. KELLY, JR.

JAMES H. BOZARTH

DOUGLAS L.LUNSFORD PAUL M. BOHANNON

J. DOUGLAS FOSTER

T. CALDER EZZELL JR. WILLIAM B. BURFORD

JOHN B. NELSON RICHARD E-OLSON

C. RAY ALLEN JACQUELINE W ALLEN

HAROLD L. HENSLEY, JR.

With regard to the captioned matter, this is to advise that we wish to withdraw this Application in full and request that you vacate the setting on your docket for May 23, 1979.

Since filing the same, my client has been able to either obtain leases or make arrangements for these parties to participate in said well.

If you need any other information from me, please advise.

Sincerely yours,

HINKLE, COX, EATON, COFFIELD & HENSLEY

C. D. Martin

CDM:rf

xc: Maddox Energy Corporation

702 Vantage Tower 2525 Stemmons Freeway Dallas, Texas 75207

bockets Nos. 23-79 and 24-79 are tentatively set TO: hearing on June 13 and 27, 1979. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER BEARING - WEONESDAY - MAY 23, 1979

9 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROLM, STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Richard L. Stamets, Examiner, or Daniel S. Nutter, Alternate Examiner:

CASE 6545: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Corinne Grace, Travelers Indemnity Company, and all other interested parties to appear and show cause why the Kuklah Baby Well No. 1 located in Unit G of Section 24, Township 22 South, Range 26 East, Eddy County, New Mexico, should not be plugged and abandoned in accordance with a Division-approved plugging program,

CASE 6422: (Continued from February 28, 1979, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Helton Engineering & Geological Services, Inc., Travelers Indemnity Company, and all other interested parties to appear and show cause why the Brent Well No. 1 located in Unit M of Section 29 and the Brent Well No. 3 located in Unit G of Section 19, both in Township 13 North, Range 6 East, Sandoval County, New Mexico, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE 6546: Application of Black River Corporation for compulsory pooling and non-standard gas proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Jalmat Gas Pool underlying the SW/4 of Section 32, Township 23 South, Range 37 East, to form a 160-acre non-standard gas proration unit to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 6536: (Continued from May 9, 1979, Examiner Hearing)

Application of Black River Corporation for two non-standard gas proration units, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for two 80-acre non-standard gas proration units in the Jalmat Gas Pool as follows: the N/2 SE/4 of Section 22, Township 23 South, Range 36 East, to be dedicated to applicant's well to be drilled in Unit J of said Section 22; and the S/2 SE/4 of said Section 22 to be dedicated to El Paso Natural Gas Company's Shell State Well No. 3 located in Unit P.

CASE 6535: (Continued from May 9, 1979, Examiner Hearing)

Application of Torreon Oil Company for a waterflood project, Sandoval County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project in the San Luis-Mesaverde Pool by the injection of water into the Menefee formation through two wells located in Section 21, Township 18 North, Range 3 West, Sandoval County, New Mexico.

CASE 6547: Application of American Petrofina Company of Texas for the creation of a waterflood buffer zone,
Lea County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a waterflood
buffer zone comprising the NE/4 SE/4 of Section 26, Township 17 South, Range 32 East, Maljamar
Grayburg-San Andres Pool, to enable applicant to produce its Johns B Well No. 4 located thereon
at an unrestricted rate.

CASE 6548: Application of John F. Staver for salt water disposal, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Dakota formation through the open hole interval from 1408 feet to 1412 feet in his Table Mesa Well No. 22 located in Unit N and from 1394 feet to 1400 feet in his Table Mesa Well No. 23 located in Unit O, both in Section 34, Township 28 North, Range 17 West, Table Mesa-Dakota Oil Pool.

Application of Gulf Oil Corporation for pool creation, discovery allowable, and special pool rules.

Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order creating a new Bone

Springs oil pool for its Lea "YH" State Well No. 1 located in Unit O of Section 25, Township 18

South, Range 34 East. Applicant also seeks a discovery allowable and promulgation of special pool rules, including a provision for 80-acre spacing.

- CASE 6550: Application of Yates Petroleum Corporation for an unorthodox gas well location and compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp through Mississippian formations underlying the S/2 of Section 12, Township 19 South, Range 24 East, to be dedicated to its Allison Federal "CQ" Well No. 2 to be drilled at an unorthodox location 1980 feet from the South line and 660 feet from the West line of said Section 12. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 6492: (Continued from May 9, 1979, Examiner Hearing)

Application of Yates Petroleum Corporation for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the San Andres formation underlying the NE/4 NW/4 of Section 13, Township 17 South, Range 25 East, Eddy County, New Mexico, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.

- CASE 6551: Application of Bass Enterprises Production Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox Lower Morrow gas well location 1980 feet from the North line and 660 feet from the East line of Section 1, Township 19 South, Range 28 East, the N/2 of said Section 1 to be dedicated to the well.
- CASE 6528: (Continued from April 25, 1979, Examiner Hearing)

Application of Bass Enterprises Production Co. for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox Morrow test well location to be drilled 660 feet from the North and West lines of Section 10, Township 21 South, Range 32 East, Lea County, New Mexico, the W/2 of said Section 10 to be dedicated to the well.

- CASE 6552: Application of Maddox Energy Corporation for compulsory pooling, Eddy County, New Mexico.

 Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying the E/2 of Section 3, Township 24 South, Range 28 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 6553: Application of The Atlantic Richfield Company for approval of infill drilling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a finding that the Division waived existing well-spacing requirements and found that the drilling of additional wells was necessary to effectively and efficiently drain those portions of the proration units in the Empire Abo Unit located in Townships 17 and 18 South, Ranges 27, 28 and 29 East, which could not be so drained by the existing wells.
- CASE 6554: Application of The Atlantic Richfield Company for compulsory pooling, Lea County, New Mexico.

 Applicant, in the above-styled cause, seeks an order pooling all royalty interests in the Devonian, McKee, and Ellenburger formations underlying the E/2 of Section 20, Township 22 South, Range 36

 East, Langlie Field, to be dedicated to a well to be drilled at a standard location thereon.
- CASE 6555: Application of Jake L. Hamon for an unorthodox gas well location, Lea County, New Mexico.

 Applicant, in the above-styled cause, seeks approval for an unorthodox location 660 feet from the North line and 560 feet from the East line of Section 30, Township 20 South, Range 36 East, North Osudo-Morrow Gas Pool, all of said Section 30 to be dedicated to the well.
- CASE 6556: Application of Curtis Little for the amendment of Order No. R-5962, San Juan County, New Mexico.

 Applicant, in the above-styled cause, seeks the amendment of Order No. R-5962 to provide for the unorthodox location of a well to be drilled 1000 feet from the South line and 50 feet from the East line of Section 11, Township 28 North, Range 12 West, Basin-Dakota Pool, and for the extension of the date to commence drilling.
- CASE 6435: (Continued from February 28, 1979, Examiner Hearing)

Application of Amerada Hess Corporation for approval of infill drilling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a finding that the drilling of its W. A. Weir "B" Well No. 3 located in Unit B of Section 26, Township 19 South, Range 36 East, Eumont Gas Pool, Lea County, New Mexico, is necessary to effectively and efficiently drain that portion of the proration unit which cannot be so drained by the existing well, and further seeks approval of a waiver of existing well-spacing requirements.

- CASE 6559: Application of Roy L. McKay for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for his Morton Solid State Unit Area, compilating 1,480 acres, more or less, of State lands in Township 15 South, Range 34 East.
- CASE 6487: (Continued from February 28, 1979, Examiner Hearing)

Application of El Paso Natural Cas Company for approval of infill drilling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a waiver of existing well-spacing requirements and a finding that the drilling of its Shell E State Com Well No. 2 located in Unit N of Section 6, Township 21 South, Range 36 East, Eugent Gas Pool, Lea County, New Mexico, is necessary to effectively and efficiently drain that portion of the provation unit which cannot be so drained by the existing well.

CASE 6471: (Continued from February 28, 1979, Examiner Hearing)

Application of Consolidated Oil & Gas, Inc. for approval of infill drilling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks a waiver of existing well-spacing requirements and a finding that the drilling of its Freeman Well No. 1-A to be located in Unit C of Section II, Township 31 North, Range 13 West, Basin-Dakota Pool, San Juan County, New Mexico, is necessary to effectively and efficiently drain that portion of the proration unit which cannot be so drained by the existing well.

CASE 6472: (Continued from February 28, 1979, Examiner Hearing)

Application of Consolidated Oil & Gas, Inc. for approval of infill drilling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks a waiver of existing well-spacing requirements and a finding that the drilling of its Jenny Well No. 1-A to be located in Unit F of Section 13, Township 26 North, Range 4 West, Basin-Dakota Pool, Rio Arriba County, New Mexico, is necessary to effectively and efficiently drain that portion of the proration unit which cannot be so drained by the existing well.

CASE 6473: (Continued from February 28, 1979, Examiner Hearing)

Application of Consolidated Oil & Gas, Inc. for approval of infill drilling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks a waiver of existing well-spacing requirements and a finding that the drilling of its McIntyre Well No. 1-A to be located in Unit K of Section 11, Township 26 North, Range 4 West, Basin-Dakota Pool, Rio Arriba County, New Mexico, is necessary to effectively and efficiently drain that portion of the proration unit which cannot be so drained by the existing well.

CASE 6474: (Continued from February 28, 1979, Examiner Hearing)

Application of Consolidated Cil & Gas, Inc. for approval of infill drilling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks a waiver of existing well-spacing requirements and a finding that the drilling of its Williams Well No. 1-A to be located in Unit C of Section 24, Township 31 North, Range 13 West, Basin-Dakota Pool, San Juan County, New Mexico, is necessary to effectively and efficiently drain that portion of the proration unit which cannot be so drained by the existing well.

CASE 6475: (Continued from February 28, 1979, Examiner Hearing)

Application of Consolidated Oil & Gas, Inc. for approval of infill drilling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks a waiver of existing well-spacing requirements and a finding that the drilling of its Montoya Well No. 1-A to be located in Unit I of Section 35, Township 32 North, Range 13 West, Basin-Dakota Pool, San Juan County, New Mexico, is necessary to effectively and efficiently drain that portion of the proration unit which cannot be so drained by the existing well.

DOCKET: COMMISSION HEARING - TUESDAY - DAY 29, 1979

OIL CONSERVATION COMMISSION - 9 A.M. - ROOM 205 STATE LAND OFFICE BUILDING, SANTA DE, NEW MEXICO

CASE 6557: Application of Getty 0il Company for pool creation and special rool rules, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order creating a new Morrow gas pool for its State 35 Well No. 1 located in Unit K of Section 35, Township 21 South, Range 34 East, and its Getty Two State Well No. 1 located in Unit F of Section 2, Township 22 South, Range 34 East, and for promulgation of special pool rules, including provision for 640-acre gas well spacing.

CASE 6497: (DE NOVO)

Application of Ilano, Inc. for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a well to be located 1650 feet from the South line and 660 feet from the East line of Section 34, Township 21 South, Range 34 East, Grama Ridge-Morrow Cae Pool, the E/2 of said Section 34 to be dedicated to the well.

Upon application of Getty Oil Company this case will be heard De Novo pursuant to the provisions of Rule 1220.

CASE 6558: Application of Llano, Inc. for a non-standard gas proration unit, Lea County, New Mexico.

Applicant, in the above-styled cause, seeks approval for a 320-acre non-standard gas proration unit comprising the E/2 of Section 34, Township 21 South, Nange 34 East, to be dedicated to its Llano 34 State Com Well No. 1 located in Unit I of said Section 34.

LAW OFFICES

PAUL W. EATON, JR.
CONRAD E. COFFIELD
HAROLD L. HENSLEY, JR.
STUART D. SHAROR
C. D. MARTIN
PAUL J. KELLY, JR.
JAMES H. BOZARTH

DOUGLAS L.LUNSFORD
PAUL M.BOHANNON
J. DOUGLAS FOSTER
K.DOUGLAS PERRIN
C.RAY ALLEN
JACQUELINE W ALLEN
T. CALDER EZZELL, JR.
WILLIAM B.BURFORD
JOHN S.NELSON
RICHARD E.OLSON

HINKLE, COX, EATON, COFFIELD & HENSLEY

1000 FIRST NATIONAL BANK TOWER

POST OFFICE BOX 3580

E C E L M de T D A 3 70702

(915) 883 - 10702

MAY - 9 1979

OIL CONSERVATION DIVISION

SANTA FE

OF COUNSEL
CLARENCE E.HINKLE

W. E. BONDURANT, JR. (1914-1973)

ROSWELL, NEW MEXICO OFFICE BOO HINKLE BUILDING (505) 622-8510

ONLY ATTYS. COFFIELD, MARTIN, BOZARTH,
BOHANNON, FOSTER, ALLEN, ALLEN & BURFORD
LICENSED IN TEXAS

May 7, 1979

Mr. Dan Nutter Chief Engineer Oil Conservation Division Post Office Box 2088 Santa Fe, New Mexico 87501 Case 6552

Re: In the Matter of the Application of Maddox Energy Corporation for Compulsory Pooling in Eddy County, New Mexico

Dear Dan:

Pursuant to our telephone conversation of Monday, April 30, 1979, and specifically the captioned matter, the persons being force pooled and their addresses are set out hereinbelow:

Aminoil USA, Inc. Western United Life Bldg. Midland, Texas 79701

John R. Stringer 308 North Colorado Midland, Texas 79701

Sincerely yours,

HINKLE, COX, EATON, COFFIELD & HENSLEY

c. D. Martin

CDM:rf

xc: Maddox Energy Corporation 702 Vantage Tower 2525 Stemmons Freeway Dallas, Texas 75201 LAW OFFICES

PAUL W. EATON, JR. CONRAD E.COFFIELD HAROLD L.HENSLEY, JR. STUART D. SHANOR PAUL J. KELLY, JR. JANES H. BOZARTH DOUGLAS L. LUNSFORD

PAUL M. BOHANNON J. DOUGLAS FOSTER K.DOUGLAS PERRIN C.RAY ALLEN JACQUELINE W ALLEN T. CALDER EZZELL, JR. WILLIAM B. BURFORD JOHN S.NELSON RICHARD E.OLSON

HINKLE, COX, EATON, COFFIELD THENSLEY

1000 FIRST NATIONAL POST POTOE BOX 3580 1979 MIDLING TEXASTOR

SANTA FE

OF COUNSEL CLARENCE E.HINKLE

E.BONDURANT, JR. (19:4-1973)

OIL CONSTRUCTION DIVISIONSWELL, NEW MEXICO OFFICE BOO HINKLE BUILDING

ONLY ATTYS. COFFIELD, MARTIN, BOZARTH, BOHANNON, FOSTER, ALLEN, ALLEN & BURFORD LICENSED IN TEXAS

April 30, 1979

Mr. Dan Nutter Chief Engineer Oil Conservation Division Post Office Box 2088 Santa Fe, New Mexico 87501

Dear Dan:

Transmitted herewith you will find triplicate executed copies of an Application for Maddox Energy Corporation for compulsory pooling in E Section 3, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.

It is my understanding that the docket setting for May 23 is still available for this matter, and accordingly, we request that it be heard on that date.

I trust that the enclosed copies of the Application are all that is needed in order for this to be set for the May 23 hearing. However, if anything is needed in addition, please let me know.

Very truly yours,

HINKIE, COX, EATON, COFFIELD & HENSLEY

C. D. Martin

CDM:rf Enclosures

Mr. Ned Maddox, President Maddox Energy Corporation 702 Vantage Tower 2525 Stemmons Freeway Dallas, Texas 75207

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BEFORE THE OIL CONSERVATION DIVISTON

STATE OF NEW MEXICO

OIL CONSERVATION DIVISION SANTA FE

APPLICATION OF MADDOX ENERGY CORPORATION FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO (CAR (352

Maddox Energy Corporation, by its undersigned attorneys, hereby makes application for an Order pooling all mineral interests (including fcc mineral interests, leasehold interests and royalty interests) in the Pennsylvanian formation for the production of gas and associated liquid hydrocarbons underlying the E½ of Section 3, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico, and in support thereof would show:

- 1. Applicant is the owner of or controls the oil and gas leasehold interests in the E½ of Section 3, Township 24 South, Range 28 East, N.M.P.M. John R. Stringer, et al, are the owners of other mineral interests in the $E^{1/2}_{2}$ of Section 3, Township 24 South, Range 28 East, N.M.P.M.
- 2. Applicant is in the process of drilling a well 1980 feet from the North line and 1980 feet from the East line of Section 3 to a depth sufficient to test the Pennsylvanian Age Formation and seeks to dedicate the $E_2^{1/2}$ of said Section 3 to the well. Applicant has requested owners of mineral interests to agree to pool or combine their respective interests under the well, but they have so far refused to do so.
- 3. The pooling of all interests in the Pennsylvanian formation in the $E^{\frac{1}{2}}$ of said Section 3 will avoid the drilling of unnecessary wells, prevent waste and protect correlative rights.
- Applicant requests that this matter be heard at the May 23, 1979 Examiner's Hearing.

HINKLE, COX, EATON, COFFIELD & HENSLEY

By:

C. D. Martin

Post Office Box 3580 Midland, Texas 79702 Attorneys for Maddox Energy Corporation BEFORE THE OIL CONSERVATION DIVISION 3/379

STATE OF NEW MEXICO OIL CONSTRUCTION DIVISION SANTA FE

OF MADDOX ENERGY (1997)

FOR COMPULSORY (1997)

APPLICATION OF MADDOX ENERGY OF CORPORATION FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

Maddox Energy Corporation, by its undersigned attorneys, hereby makes application for an Order pooling all mineral interests (including fee mineral interests, leasehold interests and royalty interests) in the Pennsylvanian formation for the production of gas and associated liquid hydrocarbons underlying the E½ of Section 3, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico, and in support thereof would show:

- 1. Applicant is the owner of or controls the oil and gas leasehold interests in the E½ of Section 3, Township 24 South, Range 28 East, N.M.P.M. John R. Stringer, et al, are the owners of other mineral interests in the E½ of Section 3, Township 24 South, Range 28 East, N.M.P.M.
- 2. Applicant is in the process of drilling a well 1980 feet from the North line and 1980 feet from the East line of Section 3 to a depth sufficient to test the Pennsylvanian Age Formation and seeks to dedicate the E½ of said Section 3 to the well. Applicant has requested owners of mineral interests to agree to pool or combine their respective interests under the well, but they have so far refused to do so.
- 3. The pooling of all interests in the Pennsylvanian formation in the E $\frac{1}{2}$ of said Section 3 will avoid the drilling of unnecessary wells, prevent waste and protect correlative rights.
- 4. Applicant requests that this matter be heard at the May 23, 1979 Examiner's Hearing.

HINKLE, COX, EATON, COFFIELD & HENSLEY

у: 🖳

C. D. Martin

Post Office Box 3580 Midland, Texas 79702 Attorneys for Maddox

Energy Corporation

APPLICATION OF MADDOX ENERGY CORPORATION FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

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Maddox Energy Corporation, by its undersigned attorneys, hereby makes application for an Order pooling all mineral interests (including fee mineral interests, leasehold interests and royalty interests) in the Pennsylvanian formation for the production of gas and associated liquid hydrocarbons underlying the Ek of Section 3, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico, and in support thereof would show:

- 1. Applicant is the owner of or controls the oil and gas leasehold interests in the E2 of Section 3, Township 24 South, Range 28 East, N.M.P.M. John R. Stringer, et al, are the owners of other mineral interests in the Et of Section 3, Township 24 South, Range 28 East, N.M.P.M.
- 2. Applicant is in the process of drilling a well 1980 feet from the North line and 1980 feet from the East line of Section 3 to a depth sufficient to test the Pennsylvanian Age Formation and seeks to dedicate the Ex of said Section 3 to the well. Applicant has requested owners of mineral interests to agree to pool or combine their respective interests under the well, but they have so far refused to do so.
- 3. The pooling of all interests in the Pennsylvanian formation in the E1 of said Section 3 will avoid the drilling of unnecessary wells, prevent waste and protect correlative rights.
- Applicant requests that this matter be heard at the May 23, 1979 Examiner's Hearing.

C. D. Martin

HINKLE, COX, EATON, COFFIELD & HENSLEY

> Post Office Box 3580 Midland, Texas 79702 Attorneys for Maddox Energy Corporation

Måddox Energy Corporation

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STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT

dr/

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO.	6552
Order No. R	<u>- 6023</u>

APPLICATION OF MADDOX ENERGY CORPORATION FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Joseph

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on May 23

19 79, at Santa Fe, New Mexico, before Examiner Richard L. Stamets

NOW, on this day of , 19 79, the Division

Director, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

That the applicant's request for dismissal should be granted.

IT IS THEREFORE ORDERED:

That Case No. 6552 is hereby dismissed.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

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