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November 8, 1982

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J. DOUGLAS FOSTER

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

Case 7744

Re: Clements Energy, Inc. Application for Compulsory Pooling -- Lea County, New Mexico

Dear Dan:

I am transmitting herewith, executed in triplicate, copies of the following Application:

Application for Compulsory Pooling in connection with the Clements Energy, Inc. State - 14 Well to be drilled in the NE% of Section 14, Township 14 South, Range 34 East, N.M.P.M., Lea County, New Mexico.

Please note that we have requested that this Application be set for hearing before the Division at its regular hearing on November 23, 1982.

If any additional materials or information are required, please advise.

Very truly yours,

HINKLE, COX, EATON, COFFIELD & HENSLEY

.D. Martin Ipn C. D. Martin

CDM:cl copy:

Clements Energy, Inc. c/o Barnes, Eimers & Newkumet Post Office Box 3758 Midland, Texas 79701

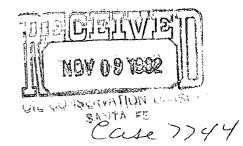
Mr. Owen Lopez/Hinkle Law Firm Santa Fe, New Mexico

OIL Chases with the con-SANTA FE

BEFORE THE OIL CONSERVATION DIVISION OF THE ENERGY AND MINERALS DEPARTMENT

STATE OF NEW MEXICO

APPLICATION OF CLEMENTS ENERGY, INC. FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO



APPLICATION

Clements Energy, Inc. by its undersigned attorneys, hereby makes application for an Order pooling all interests in the Pennsylvanian formation underlying the NE% Section 14, Township 14 South, Range 34 East, N.M.P.M., Lea County, New Mexico, and in support thereof would show:

- 1. Applicant is entitled to proceed with the drilling of a well located in the NE% of Section 14, Township 14 South, Range 34 East, N.M.P.M., Lea County, New Mexico, under the authority of Applicant's ownership of an oil and gas leasehold interest in E%NE%, SW%NE% of said Section 14.
- 2. Applicant proposes to drill its State 14 Well #1 660 feet from the North line and 660 feet from the East line of said Section 14, to a depth sufficient to test the Pennsylvanian formation and seeks to dedicate the NE% of Section 14 to the well. Applicant requested the party shown on the attached statement as the owner of an oil and gas leasehold interest in NW%NE% Section 14 to agree to sell, to participate in the drilling of said well, to farmout or otherwise commit his interest to said well, but the party so far has refused to do so.
- 3. Applicant asks that the Division consider 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, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- 4. The pooling of all interests in the Pennsylvanina formation in NE% Section 14 will avoid the drilling of unnecessary wells, prevent waste and protect correlative rights.

5. Applicant respectfully requests the setting of this matter before the Division at its regular hearing on November 23, 1982.

Dated this 1st day of November, 1982.

OIL CONSENT THAT BINDS BALITA FF

HINKLE, COX, EATON, COFFIELD & HENSLEY

By: (

C. D. Martin

Post Office Box 3580 Midland, Texas 79702 Attorneys for Clements Energy, Inc.

Ownership of Mineral and Leashold Interests in NE% Section 14, Township 14 South, Range 34 East, N.M.P.M., Lea County, New Mexico

Ι.	EZNE	4, SW4NE4 Section 14:	
	Α.	Mineral (and Royalty) Ownership:	
		State of New Mexico Al	Ll
	В.	Leasehold Ownership:	
		Clements Energy, Inc Al	11
	c.	Description of Oil and Gas Lease:	
		State of New Mexico Oil and Gas Lease LH-1656 from the State of New Mexico, as Lessor, to Clements Energy, Inc., as Lessee, dated June 1, 1982	
ΙΙ.	NW4NI	Ek Section 14:	
	Α.	Mineral (and Royalty) Ownership:	
		State of New Mexico Al	11
	В.	Leasehold Ownership:	
		Perry A. Poole 3565 Frow Avenue Miami, Florida 33133 Al	11
	c.	Description of Oil and Gas Lease:	
		State of New Mexico Oil and Gas Lease LG-2360, from the State of New Mexico, as Lessor, to Perry A. Poole, as Lessee, dated November 1, 1974	



Memo

From

, FLORENE DAVIDSON
ADMINISTRATIVE SECRETARY

Called in by Charlotte -Hinkle Law Girm on 11/1/82

Clements Energy Lnc.
Compulsory Pooling
Pennsylvanian formation
NE/4 14-145-34E

Lea County

OIL CONSERVATION COMMISSION-SANTA FE