#### OSUDO WEST 36 STATE #1 T-20-S, R-35-E SECTION 36: W/2 LEA COUNTY, NEW MEXICO

Case # 11669

Date of hearing 12/05/96 Exhibit 1

Penweli Ingo T014725 D/A 1-21-96 Marizane etal 65% to 11,920 Mobil Fairway OE,G HBF 2061 State Valor La 2619
State TOSAT Man Trainer / Lee TO 10985 3/4 8-31-64 HBC Wilsed /\* Kendal A 1975 HBP U.S. Lee V. & G.P. Sims, erel, S L V. Sims (S Lee V. & G.P. Sime, evel, S State L.V. & Aline Sims, etai (S) 1 U S. MI (LIMIL) Amaco Heller II: ns Gos" @I'A -22---7-31 81 -26-81 Amoco 9 · 28 · 81 8 · 3 · 81 7 · 28 · 81 E.T. Martha C.E. Watkins Watkins welkins L.V. & G.P. Sime, evel, S Yates Fet., et al - genty 2 - 4287 \$ TOILS 60 117 27 926 A UNIT OD (OPER) 13 8 Mil (L.C. Harris) Blake Prod Tood.) 06 *1.EA* WILSON Olye. State CL. K. G. G. P. "Union-St. " (Meridian) L.V Simsetal(S) L.V. Sims etal E, Yates Pet, etal Shell W4-1006 \$1-7 18 495 estern Oil Prod 35 Yetes Pet, etal 12 · 1 · 2000 V · 4786 56 25 State L.V. & G P. Sims, etal,(S) L.V.& G.P. Sime, et al, (S) A PER THURS THE PARTY OF THE PA Phillips HBP E 1924 Phillips HBP E-1921 Phillips, et al H.B.P. A 1375 E-1921 Santa Fe Ener. H.B.P. Phillips, et al HBP B · 1484 0 Emperor TD 365?

21-34

**Proration Unit** 



**Affected Acreage** 



21-35

20-36

# BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

Case No. <u>11669</u> Exhibit No. <u>1</u>

Submitted by: Nearburg Exploration Company, L.L.C.

Hearing Date: <u>December 5,1996</u>

#### OSUDO WEST 36 STATE #1 T-20-S, R-35-E SECTION 36: W/2 LEA COUNTY, NEW MEXICO CASE # 11669

CASE # 11669
Date of hearing 12/05/96
Exhibit 2

Blake Production Company Inc.  As to rights from the top of the Wolfcamp Formation to the base of the Devonian Formatiom	Columbine II L.P. Redstone Oil & Gas Company As to all rights from 4,100' to 12,000'
26	25
	Blake Production Company Inc. As to rights from the surface to the base of the Devonian Formation
Acreage not affected 35	Acreage not affected  Nearburg Exploration Company L.L.C.

# BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

Case No. <u>11669</u> Exhibit No. <u>2</u>

Submitted by: Nearburg Exploration Company, L.L.C.

Hearing Date: <u>December 5,1996</u>

# BEFORE THE OIL CONSERVATION DIVISION NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION OF NEARBURG EXPLORATION COMPANY, L.L.C. FOR AN UNORTHODOX GAS WELL LOCATION, LEA COUNTY, NEW MEXICO.

CASE NO. 11669

#### **AFFIDAVIT**

STATE OF NEW MEXICO	)
	) ss
COUNTY OF SANTA FE	)

William F. Carr, authorized representative of Nearburg Exploration Company, L.L.C., the Applicant herein, being first duly sworn, upon oath, states that in accordance with the notice provisions of Rule 1207 of the New Mexico Oil Conservation Division the Applicant has attempted to find the correct addresses of all interested persons entitled to receive notice of this application and that notice has been given at the addresses shown on Exhibit "A" attached hereto as provided in Rule 1207.

William F. Carr

SUBSCRIBED AND SWORN to before me this 4th day of December, 1996.

Notary Public

My Commission Expires: August 19, 1999

#### **EXHIBIT A**

Redstone Oil & Gas Company 8235 Douglas Avenue Suite 1050 Dallas, TX 75255

Columbine II L.P.
Post Office Box 22066
Denver, CO 80222

ARCO Permian Post Office Box 1610 Midland, TX 79702

Exxon Company U.S.A. Post Office Box 1600 Midland, TX 79702

Blake Production Company Inc. 11826 Meadowdale Stafford, TX 77477

# BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

**AFFIDAVIT,** Case No. <u>11669</u> Exhibit No. <u>3</u> **Page 2** 

Submitted by: Nearburg Exploration Company, L.L.C.

Hearing Date: <u>December 5,1996</u>

#### CAMPBELL, CARR, BERGE & SHERIDAN, P.A.

MICHAEL B. CAMPBELL
WILLIAM F CARR
BRADFORD C. BERGE
MARK F SHERIDAN
MICHAEL H. FELDEWERT
TANYA M. TRUJILLO
PAUL R. OWEN
JACK M. CAMPBELL

OF COUNSEL

JEFFERSON PLACE
SUITE 1 - 110 NORTH GUADALUPE
POST OFFICE BOX 2208

SANTA FE, NEW MEXICO 87504-2208

TELEPHONE: (505) 988-4421

TELECOPIER: (505) 983-6043

November 14, 1996

### CERTIFIED MAIL RETURN RECEIPT REQUESTED

Redstone Oil & Gas Company 8235 Douglas Avenue Suite 1050 Dallas, TX 75255

Re: Application of Nearburg Exploration Company, L.L.C. for an Unorthodox Gas

Well Location, Lea County, New Mexico

#### Gentlemen:

This letter is to advise you that Nearburg Exploration Company, L.L.C., has filed the enclosed application with the New Mexico Oil Conservation Division seeking approval of an unorthodox gas well location for its Osudo "36" State #1 in the Wolfcamp formation and Morrow formation, Undesignated West Osudo-Morrow Gas Pool. This well is to be drilled at an unorthodox location 660 feet from the North and West lines of Section 36, Township 20 South, Range 35 East. N.M.P.M., Lea County, New Mexico. The W/2 of Section 36 will be dedicated to the well.

This application has been set for hearing before a Division Examiner on December 5, 1996. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases have been requested by the Division (Memorandum 2-90) to file a Prehearing Statement substantially in the form prescribed by the Division. Prehearing statements should be filed by 4:00 o'clock p.m. on the Friday before a scheduled hearing.

Very truly yours,

WILLIAM F. CARR

ATTORNEY FOR NEARBURG EXPLORATION COMPANY, L.L.C.

WFC:mlh

Enc.

P 502 240 420

US Postal Service
Receipt for Certified Mail

Redstone Oil & Gas Company 8235 Douglas Avenue **Suite 1050** Dallas, TX 75255

	Postage	\$
	Certified Fee	
	Special Delivery Fee	
_	Restricted Delivery Fee	
April 1995	Return Receipt Showing to Whom & Date Delivered	
April	Return Receipt Showing to Whom, Date, & Addressee's Address	
800	TOTAL Postage & Fees	\$
2	Postmark or Date	
PS Form <b>3800</b>	NOV 14	1996

ŀ	s your !	RETU	RN AD	DRE	SS	co	mp	lete	d c	on t	he r	evei	'88 S	ide?
PS Form 3811, December 1994	6. Signature: (Addrøssee or Agent)  X	5. Received By: (Print Name)		Dallas TX 75755	Suite 1050	8235 Douglas Avenue	ompany	Redstone Oil & Co. Co.	3. Article Addressed to:	delivered.	■ The Return Receipt Requested on the malipiece below the article number.  ■ Write 'Return Receipt will show to whom the article was delivered and the date	<ul> <li>Attach this form to the front of the mailpiece, or on the back if space does not</li> </ul>	<ul> <li>Complete items 3, 4a, and 4b.</li> <li>Print your name and address on the reverse of this form so that we can return this card to you.</li> </ul>	SENDER:  Complete items 1 and/or 2 for additional services.
Domestic Return Receip		Addressee's Address (Only if requested and fee is paid)	7. Date of Delivery	☐ Return Receipt for Merchandise ☐ COD	☐ Express Mail ☐ Insured	☐ Registered	4b. Service Type	P 502 240 420	4a. Article Number	Consult postmaster for fee.	number. 2.   Restricted Delivery	1. ☐ Addressee's Address	can return this extra fee):	I also wish to receive the

Thank you for using Return Receipt Service.

#### CAMPBELL, CARR, BERGE & SHERIDAN, P.A.

MICHAEL B CAMPBELL
WILLIAM F CARR
SRADFORD C. BERGE
MARK F SHERIDAN

MICHAEL H. FELDEWERT
TANYA M. TRUJILLO
PAUL R. OWEN

JACK M CAMPBELL OF COUNSEL JEFFERSON PLACE
SUITE 1 - 110 NORTH GUADALUPE

POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208

TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

November 14, 1996

# CERTIFIED MAIL RETURN RECEIPT REQUESTED

Columbine II L.P. Post Office Box 22066 Denver, CO 80222

Re: Application of Nearburg Exploration Company, L.L.C. for an Unorthodox Gas

Well Location, Lea County, New Mexico

#### Gentlemen:

This letter is to advise you that Nearburg Exploration Company, L.L.C., has filed the enclosed application with the New Mexico Oil Conservation Division seeking approval of an unorthodox gas well location for its Osudo "36" State #1 in the Wolfcamp formation and Morrow formation, Undesignated West Osudo-Morrow Gas Pool. This well is to be drilled at an unorthodox location 660 feet from the North and West lines of Section 36, Township 20 South, Range 35 East, N.M.P.M., Lea County, New Mexico. The W/2 of Section 36 will be dedicated to the well.

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Parties appearing in cases have been requested by the Division (Memorandum 2-90) to file a Prehearing Statement substantially in the form prescribed by the Division. Prehearing statements should be filed by 4:00 o'clock p.m. on the Friday before a scheduled hearing.

Very truly yours,

WILLIAM F. CARR

ATTORNEY FOR NEARBURG EXPLORATION COMPANY, L.L.C.

WFC:mlh

Enc.

P 502 240 419

US Postal Service
Receipt for Certified Mail

Columbine II L.P. Post Office Box 22066 Denver, CO 80222

	Postage	\$
	Certified Fee	
	Special Delivery Fee	
10	Restricted Delivery Fee	
April 1995	Return Receipt Showing to Whom & Date Delivered	
_	Return Receipt Showing to Whorn, Date, & Addressee's Address	
Form <b>3800</b>	TOTAL Postage & Fees	\$
E	Postmark or Date	
PS For	NOV 14	1996

6. Signature: (Addressee or Agent)
and fee is paid
7. Date of Delivery
Post Office Box 22066
☐ Registered
4b. Service Type
4a. Article Number ワ ズヘン
Write "Hefurn Receipt Requested" on the mailpiece below the article number. The Paturn Receipt will show to whom the article was delivered and the date
Attack his form to the front of the mailpiece, or on the back if space does not
ENDER: Complete items 1 and/or 2 for additional services. Complete items 3, 4a, and 4b. Print your name and address on the reverse of this form so that we can return this card to you.

# CAMPBELL, CARR, BERGE & SHERIDAN, P.A.

LAWYERS

MICHAEL B. CAMPBELL
WILLIAM F CARR
BRADFORD C. BERGE
MARK F SHERIDAN

MICHAEL H. FELDEWERT
TANYA M. TRUJILLO
PAUL R. OWEN

JACK M. CAMPBELL OF COUNSEL JEFFERSON PLACE
SUITE ! - !!O NORTH GUADALUPE
POST OFFICE BOX 2208

SANTA FE, NEW MEXICO 87504-2208

TELECOPIER: (505) 988-4421
TELECOPIER: (505) 983-6043

November 14, 1996

### CERTIFIED MAIL RETURN RECEIPT REQUESTED

ARCO Permian Post Office Box 1610 Midland, TX 79702

Re: Application of Nearburg Exploration Company, L.L.C. for an Unorthodox Gas

Well Location, Lea County, New Mexico

#### Gentlemen:

This letter is to advise you that Nearburg Exploration Company, L.L.C., has filed the enclosed application with the New Mexico Oil Conservation Division seeking approval of an unorthodox gas well location for its Osudo "36" State #1 in the Wolfcamp formation and Morrow formation, Undesignated West Osudo-Morrow Gas Pool. This well is to be drilled at an unorthodox location 660 feet from the North and West lines of Section 36, Township 20 South, Range 35 East, N.M.P.M., Lea County, New Mexico. The W/2 of Section 36 will be dedicated to the well.

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Very truly yours,

WILLIAM F. CARR

ATTORNEY FOR NEARBURG EXPLORATION COMPANY, L.L.C.

WFC:mlh

Enc.

P 502 240 418

US Postal Service
Receipt for Certified Mail

ARCO Permian Post Office Box 1610 Midland, TX 79702

	Postage	\$
	Certified Fee	
	Special Delivery Fee	
	Restricted Delivery Fee	
April 1995	Return Receipt Showing to Whom & Date Delivered	
April	Return Receipt Showing to Whom, Date, & Addressee's Address	
800	TOTAL Postage & Fees	\$
.3	Postmark or Date	
PS Form <b>3800</b>	NGV 14	1996

PS Form 3811, December 1994	6. Signature: (Addressee or Agent) X	5. Received By: (Print Name)		Midland TY 70702	Post Office Box 1610	ARCO Permian			3. Article Addressed to:	delivered.	■ Write 'Return Receipt Requested' on the malipiece below the article number.  ■ The Beturn Receipt will show to whom the article was delivered and the date	<ul> <li>Attach this form to the front of the mailpiece, or on the back if space does not nearnit</li> </ul>	SENDER:  Complete items 1 and/or 2 for additional services.  Complete items 3, 4a, and 4b.  Print your name and address on the reverse of this form so that we can return this card to you.
		B. Addressee's Ad and fee is paid)	7. Date of Delivery	☐ Return Re	☐ Express Mail	☐ Registered	4b. Service Type	P 50	4a. Articie Number		e number.	e does not	can return this
Domestic Return Receipt		B. Addressee's Address (Only if requested and fee is paid)	elivery (13) 18 198	Return Receipt for Merchandise   COD			Туре	P 502 240 411	umber	Consult postmaster for fee.	2. 🗀 Restricted Delivery	□ Addressee's Address	I also wish to receive the following services (for an extra fee):
eceipt		lested Thank			nsured in	Certified R	etu			-	lvery Se		

Is your <u>RETURN ADDRESS</u> completed on the reverse side?

#### CAMPBELL, CARR, BERGE 8 SHERIDAN, P.A.

MICHAEL B. CAMPBELL
WILLIAM F CARR
BRADFORD C. BERGE
MARK F SHERIDAN
MICHAEL H. FELDEWERT
TANYA M TRUJILLO
PAUL R OWEN
JACK M. CAMPBELL

OF COUNSEL

JEFFERSON PLACE
SUITE I - 110 NORTH GUADALUPE
POST OFFICE BOX 220B
SANTA FE, NEW MEXICO 87504-2208

TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

November 14, 1996

# CERTIFIED MAIL RETURN RECEIPT REQUESTED

Exxon Company U.S.A. Post Office Box 1600 Midland, TX 79702

Re: Application of Nearburg Exploration Company, L.L.C. for an Unorthodox Gas

Well Location, Lea County, New Mexico

#### Gentlemen:

This letter is to advise you that Nearburg Exploration Company, L.L.C., has filed the enclosed application with the New Mexico Oil Conservation Division seeking approval of an unorthodox gas well location for its Osudo "36" State #1 in the Wolfcamp formation and Morrow formation, Undesignated West Osudo-Morrow Gas Pool. This well is to be drilled at an unorthodox location 660 feet from the North and West lines of Section 36, Township 20 South, Range 35 East, N.M.P.M., Lea County, New Mexico. The W/2 of Section 36 will be dedicated to the well.

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Very truly yours,

WILLIAM F. CARR

ATTORNEY FOR NEARBURG EXPLORATION COMPANY, L.L.C.

WFC:mih

Enc.

P 502 240 417

# US Postal Service Receipt for Certified Mail

Exxon Company U.S.A. Post office Box 1600 Midland, TX 79702

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	
NC" 14"	396
	Certified Fee  Special Delivery Fee  Restricted Delivery Fee  Return Receipt Showing to Whom & Date Delivered  Return Receipt Showing to Whom. Date, & Addressee's Address  TOTAL Postage & Fees

is your <u>Rt</u>	TURN	ADDRESS COMPLETE STATE OF THE S
K Off The Caxon  PS Form 3814, December 1994	5. Received By: (Print Name)	SENDER:  Complete items 1 and/or 2 for additional services.  Complete items 3, 4a, and 4b.  Print your name and address on the reverse of this form so that we can return this print your name and address on the reverse of this form so that we can return this sprint your name and address on the mailpiece, or on the back if space does not a white it is form to the front of the mailpiece, or on the back if space does not a white it is price number.  Permit.  Anticle return Receipt will show to whom the article was delivered and the date delivered.  3. Article Addressed to:  Anticle Addressed to:  Post office Box 1600  Midland, TX 79702  T. Date of
Domestic Return Receipt	and fee is paid)	tollowing services (for an tollowing services))  4a. Article Number

# CAMPBELL, CARR, BERGE & SHERIDAN, P.A.

LAWYERS

MICHAEL B CAMPBELL
WILLIAM F CARR
BRADFORD C BERGE
MARK F SHERIDAN
MICHAEL H. FELDEWERT
TANYA M. TRUJILLO
PAUL R GWEN
JACK M. CAMPBELL

OF COUNSEL

JEFFERSON PLACE
SUITE I - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE. (505) 988-4421

TELECOPIER: (505) 983-6043

November 14, 1996

# CERTIFIED MAIL RETURN RECEIPT REQUESTED

Blake Production Company Inc. 11826 Meadowdale Stafford, TX 77477

Re: Application of Nearburg Exploration Company, L.L.C. for an Unorthodox Gas

Well Location, Lea County, New Mexico

#### Gentlemen:

This letter is to advise you that Nearburg Exploration Company, L.L.C., has filed the enclosed application with the New Mexico Oil Conservation Division seeking approval of an unorthodox gas well location for its Osudo "36" State #1 in the Wolfcamp formation and Morrow formation, Undesignated West Osudo-Morrow Gas Pool. This well is to be drilled at an unorthodox location 660 feet from the North and West lines of Section 36, Township 20 South, Range 35 East, N.M.P.M., Lea County, New Mexico. The W/2 of Section 36 will be dedicated to the well.

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Very truly yours,

WILLIAM'F. CARR

ATTORNEY FOR NEARBURG EXPLORATION COMPANY, L.L.C.

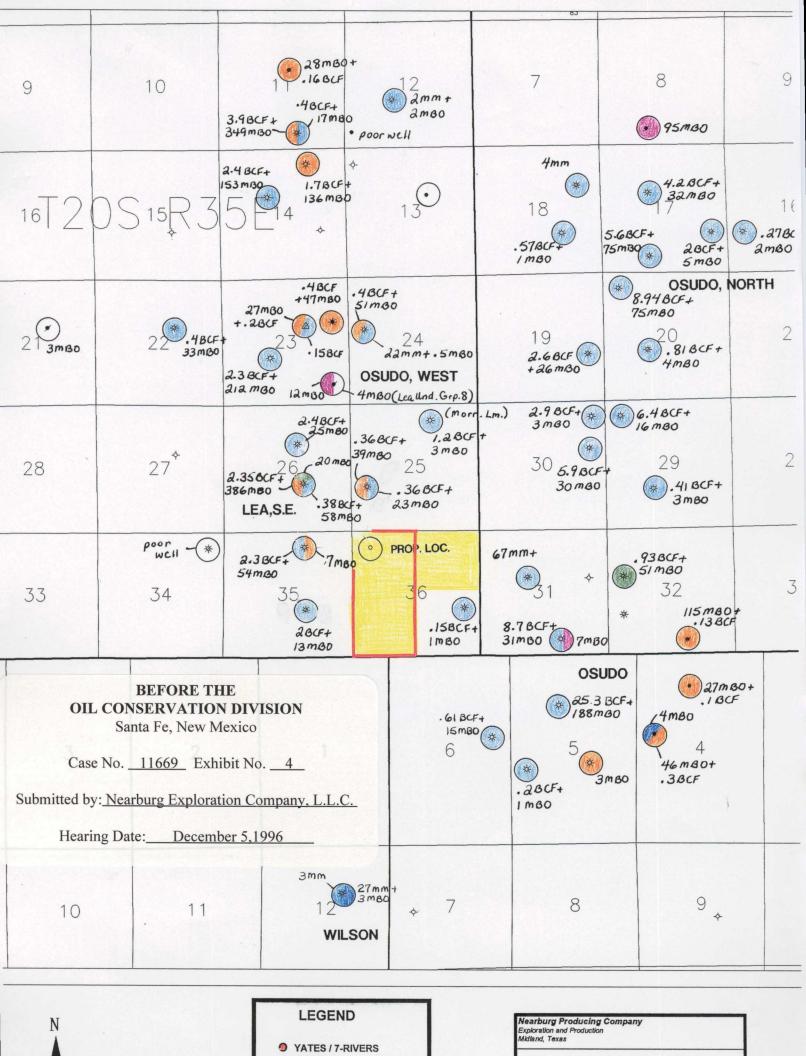
WFC:mlh

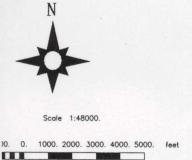
Enc.

# P 502 240 416 US Postal Service Receipt for Certified Mail

Blake Production Company Inc. 11826 Meadowdale Stafford, TX 77477

	Postage	\$
	Certified Fee	
	Special Delivery Fee	:
	Restricted Delivery Fee	
1995	Return Receipt Showing to Whom & Date Delivered	
April	Return Receipt Showing to Whom. Date, & Addressee's Address	
800,	TOTAL Postage & Fees	\$
m 3	Postmark or Date	:
PS Form 3800, April 1995	NOV 74	1996





- O QUEEN
- O GRAYBURG-SAN ANDRES
- O DELAWARE
- BONE SPRING
- WOLFCAMP
- STRAWN
- O ATOKA
- MORROW
- **DEVONIAN**

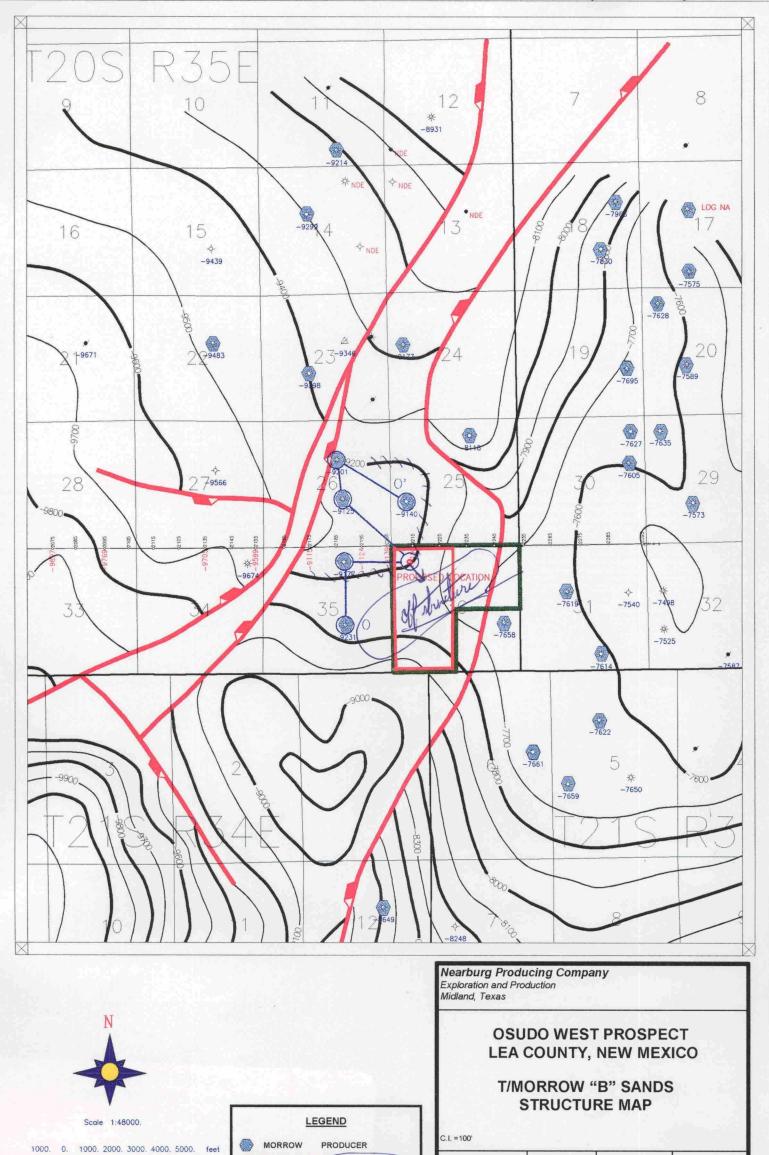
**OSUDO WEST PROSPECT** LEA COUNTY, NEW MEXICO

PRODUCTION PLAT

GEOLOGIST	DATE	DRAWN BY	FILE NO.
T. GAWLOSKI	11/96	LCG/NKM	isolwcde.gpf

FILE NO. HtmwB.gpf

DRAWN BY LCG/NKM



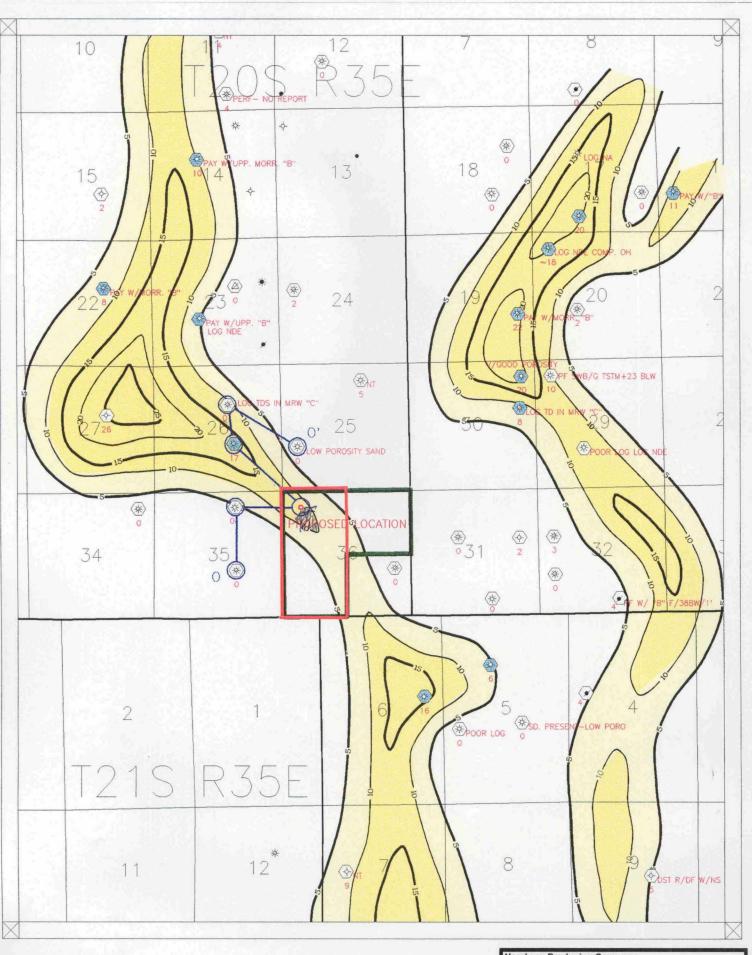
GEOLOGIST T. GAWLOSKI

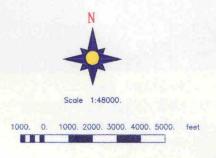
OSUDO WEST PROSPECT ACREAGE

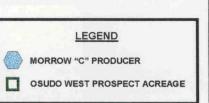
DATE 11/96

# BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Case No. 11669 Exhibit No. 6 Submitted by: Nearburg Exploration Company, L.L.C. Hearing Date: December 5,1996

Exhibit #7







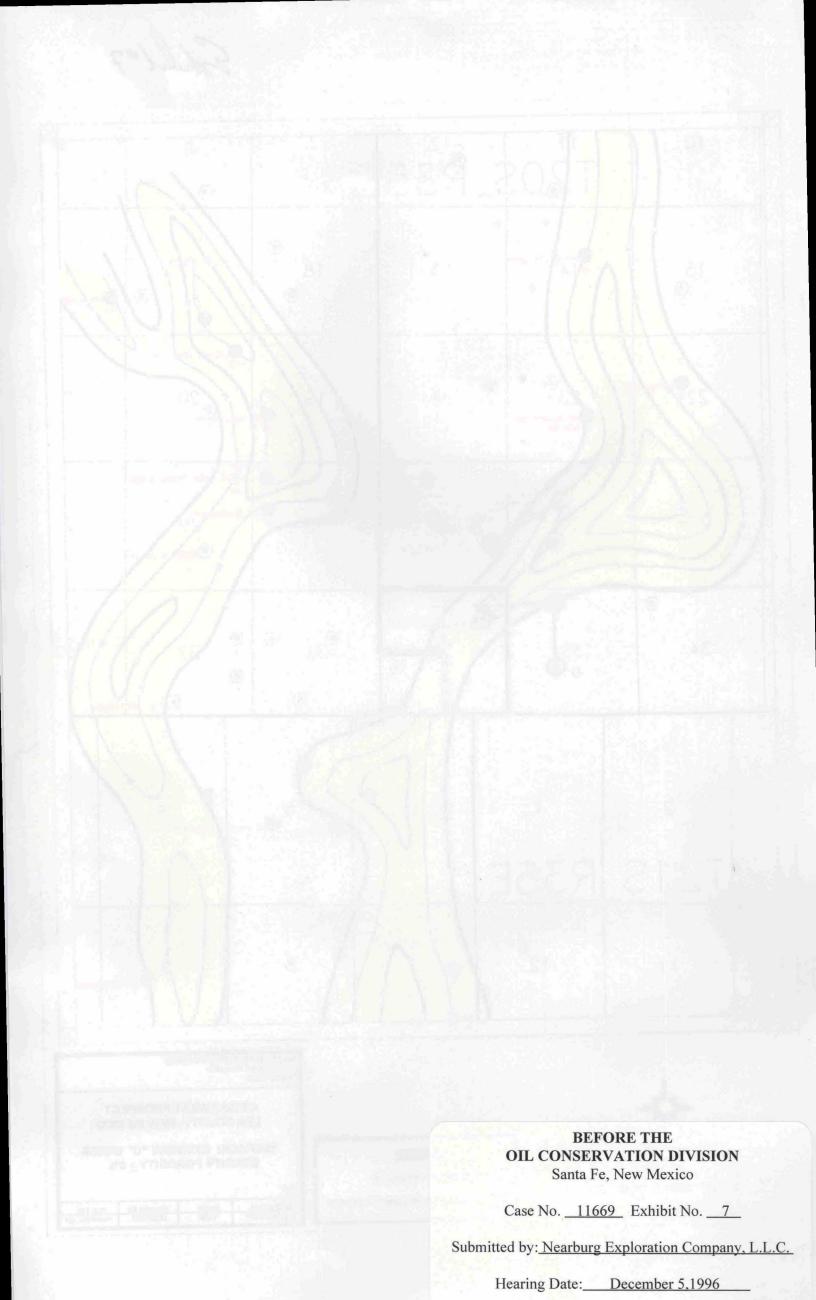
Nearburg Producing Company
Exploration and Production
Midland, Texas

OSUDO WEST PROSPECT
LEA COUNTY, NEW MEXICO

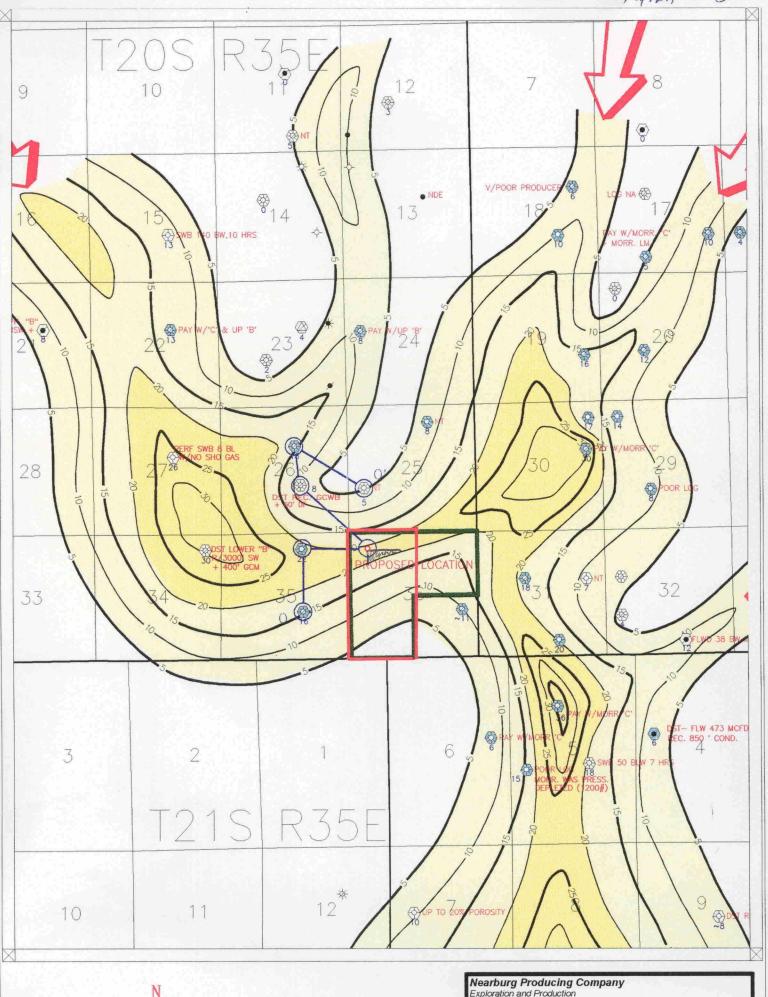
ISOPACH: MORROW "C" SANDS
DENSITY POROSITY ≥ 8%

C.l. =5'

GEOLOGIST DATE DRAWN BY FILE NO.
T. GAWLOSKI 11/96 LCG/NKM HisoMWC.gpf



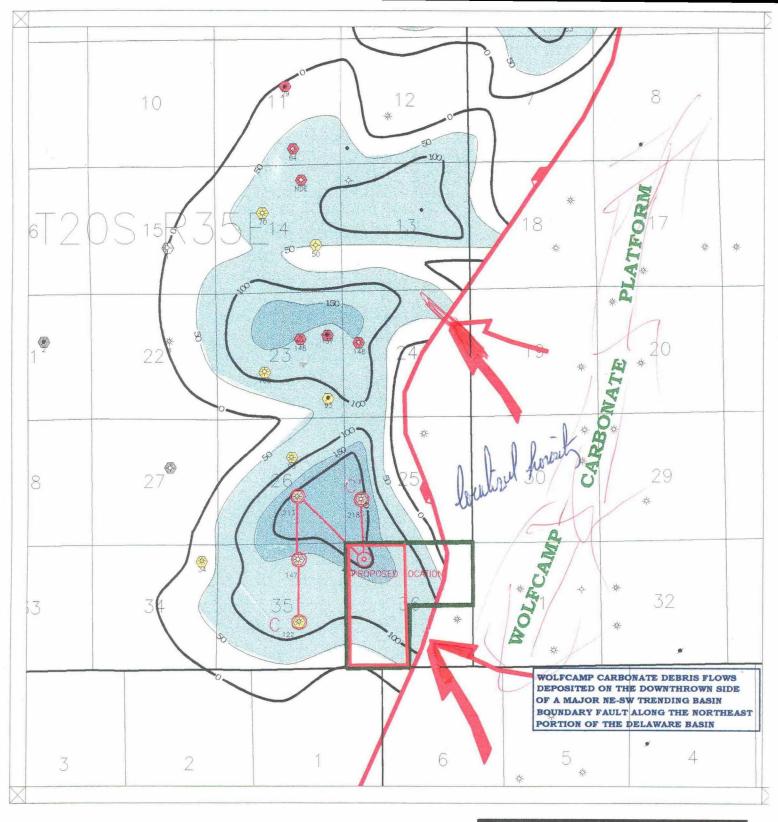
Exhibit#8

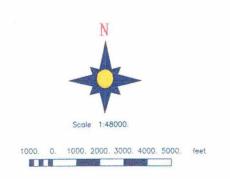


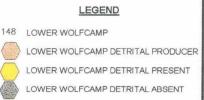




# LARGE FORMAT EXHIBIT HAS BEEN REMOVED AND IS LOCATED IN THE NEXT FILE







UPPER WOLFCAMP PRODUCER OSUDO WEST PROSPECT ACREAGE

Nearburg Producing Company Exploration and Production Midland, Texas

**OSUDO WEST PROSPECT** LEA COUNTY, NEW MEXICO

GROSS ISOPACH: CLEAN LOWER WOLFCAMP CARBONATE DETRITAL

GEOLOGIST	DATE	DRAWN BY	FILE NO.
T. GAWLOSKI	11/96	LCG/NKM	isolwcde.gpf

BEFORE THE				
OIL (	CONSERVATION DI	VISION		

Santa Fe, New Mexico

Case No. <u>11669</u> Exhibit No. <u>10</u>

Submitted by: Nearburg Exploration Company, L.L.C.

Hearing Date: December 5,1996