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WASHINGTON, D.C.

SUITE 1  
110 NORTH GUADALUPE  
SANTA FE, NEW MEXICO 87501-6525  
MAILING ADDRESS  
P.O. BOX 2208  
SANTA FE, NEW MEXICO 87504-2208

TELEPHONE (505) 988-4421  
FACSIMILE (505) 983-6043  
www.hollandhart.com

April 24, 2001

**HAND-DELIVERED**

Lori Wrotenbery, Director  
Oil Conservation Division  
New Mexico Energy, Minerals and  
Natural Resources Department  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87504

*Case 12662*

01 APR 24 PM 3:50  
OIL CONSERVATION DIV.

**Re: Application of Nearburg Exploration Company, L.L.C. for compulsory  
pooling, Eddy County, New Mexico**

Dear Ms. Wrotenbery:

Enclosed in triplicate is the Application of Nearburg Exploration Company, L.L.C. in the above-referenced case as well as a copy of the legal advertisement. Nearburg Exploration Company, L.L.C., requests that this matter be placed on the docket for the May 17, 2001 Examiner hearings.

Very truly yours,



Michael H. Feldewert

Enclosures

cc: Mr. Duke Roush (w/enclosures)  
Nearburg Producing Company, L.L.C.  
3300 North "A" Street  
Building 2, Suite 120  
Midland, Texas 79705

CASE 12662

**Application of Nearburg Exploration Company, L.L.C. for compulsory pooling, Eddy County, New Mexico.** Applicant seeks an order pooling all mineral interests in the following described spacing and proration unit in Section 26, Township 18 South, Range 24 East as follows: the S/2 for all formations and/or pools developed on 320-acre spacing which includes but is not necessarily limited to the Undesignated Penasco Draw-Morrow Gas Pool and the Undesignated Penasco Draw-Permo Pennsylvanian Gas Pool. Said unit is to be dedicated to applicant's Poco Mesa "26" State Com Well No. 1 to be drilled at an unorthodox location (administrative approval pending) 1980 feet from the South line and 2400 feet from the West line (Unit K) of said Section 26 to a depth sufficient to test all formations from the surface to the base of the Pennsylvanian formation. 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, designation of Nearburg Producing Company as operator of the well and a charge for risk involved in drilling said well. Said area is located approximately 8 miles southwest of Artesia, New Mexico.