

MONTGOMERY & ANDREWS

PROFESSIONAL ASSOCIATION
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www.montand.com

February 26, 2002
HAND-DELIVERED

Lori Wrotenbery, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Case 12839

RECEIVED
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NEW MEXICO DEPT OF ENERGY

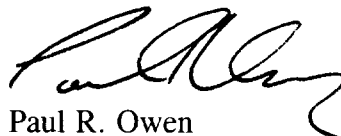
Re: ***Application of Lewis Burleson, Inc. for Compulsory Pooling, Non-Standard Spacing Unit, and Unorthodox Gas Well Location, Lea County, New Mexico***

Dear Ms. Wrotenbery:

Enclosed in triplicate is an Application of Lewis Burleson, Inc. in the above-referenced case as well as a copy of a legal advertisement. The legal advertisement is enclosed on paper, and on disk in both WordPerfect and MS Word formats.

Burleson respectfully requests that this matter be placed on the docket for the March 21, 2002 Examiner hearings.

Very truly yours,



Paul R. Owen

Enclosures

cc: Mr. Steve Burleson

**STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES
OIL CONSERVATION DIVISION**

IN THE MATTER OF THE APPLICATION OF LEWIS
BURLESON, INC. FOR COMPULSORY POOLING, LEA
COUNTY, NEW MEXICO.

CASE NO. 12839

**APPLICATION FOR COMPULSORY POOLING,
NON-STANDARD SPACING UNIT, AND UNORTHODOX GAS WELL LOCATION**

LEWIS BURLESON, INC. ("Burleson"), through its undersigned attorneys, hereby makes application pursuant to the provisions of NMSA 1978, Section 70-2-17, for an order pooling all mineral interests in all formations developed on 160-acre spacing underlying the N/2 N/2 of Section 14, Township 24 South, Range 36 East, NMPM, Eddy County, New Mexico, including but not limited to the Jalmat Gas Pool. Said spacing unit is to be dedicated to the Cooper B #3 Well, which Burleson proposes to re-enter at its current unorthodox location of 330 feet from the North line and 330 feet from the East line, in the NE/4 (Unit A) of said Section 14. In support of its application, Burleson states:

1. Burleson is a working interest owner in said Section 14 and has the right to drill thereon.
2. Burleson proposes to dedicate the above-referenced spacing unit to the Cooper B No. 3 Well, which Burleson proposes to re-enter at its unorthodox location 330 feet from the North line and 330 feet from the East line of said Section 14, to a depth sufficient to test any and all formations from the surface to the base of the Jalmat formation.
3. Burleson has sought and been unable to obtain voluntary agreement for the development of this proposed non-standard spacing unit from those interest owners identified on Exhibit A to this application.

4. A 160-acre non-standard gas proration unit was established for the N/2 NW/4 and N/2 NE/4 of Section 14, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico, by Administrative Order No. NSP-27 (attached hereto as Exhibit "B"). The acreage was dedicated to the existing Cooper B Well No. 2, located 660 feet from the North line and 1980 feet from the West line of Section 14.

5. The federal lands underlying the approved 160-acre non-standard gas proration unit consisting of the N/2 NW/4 and N/2 NE/4 of Section 14, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico, are committed to the acreage pursuant to a Gas Pooling Agreement effective July 1, 1950 (attached hereto as Exhibit "C"). Although the federal acreage underlying the acreage which Burleson seeks to include within the non-standard spacing unit remains subject to the 1950 Gas Pooling Agreement, most of the fee acreage underlying the non-standard spacing unit is no longer subject to the Gas Pooling Agreement.

6. The Cooper B No. 3 Well was originally completed as a gas well on April 22, 1953. Its non-standard gas well location of 330 feet from the North line and 330 feet from the East line of Section 14, Township 24 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico, was approved by Administrative Order NSL-907, dated January 13, 1978 (attached hereto as Exhibit "D"). Administrative Order NSL-907 also approved the simultaneous dedication of the existing non-standard proration unit, consisting of the N/2 N/2 of Section 14, to the Cooper B No. 2 Well and Cooper B No. 3 Well.

7. The Cooper B No. 2 Well has been plugged and abandoned.

8. The Cooper B No. 3 Well was plugged on May 19, 1992.

9. There is no well presently producing gas from the existing approved non-standard gas proration unit consisting of the N/2 N/2 of Section 14, Township 24 South, Range 36 East, NMPM,

Jalmat Gas Pool, Lea County, New Mexico.

10. Unproduced gas reserves remain under the proposed spacing unit. The only way to economically drain such reserves is through a re-entry of the Cooper B No. 3 Well, which is located at the unorthodox gas well location of 330 feet from the North line and 330 feet from the East line of Section 14, Township 24 South, Range 36 East. The re-entry of the Cooper B No. 3 well will result in the recovery of gas reserves which would otherwise be wasted.

11. Said pooling of interests will avoid the drilling of unnecessary wells, will prevent waste, and will protect correlative rights.

12. In order to permit the Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, all mineral interests should be pooled, and the Applicant Lewis Burleson, Inc., should be designated the operator of the well to be re-entered.

WHEREFORE, Lewis Burleson, Inc. requests that this application be set for hearing before an Examiner of the Oil Conservation Division on March 21, 2002, and, after notice and hearing as required by law, the Division enter its order pooling the lands, including provisions designating Lewis Burleson, Inc. operator of this spacing unit, and authorizing Lewis Burleson, Inc. to recover its costs of re-entering, equipping and completing the well, its costs of supervision while re-entering and after completion, including overhead charges, and imposing a risk factor for the risk assumed by Lewis Burleson, Inc. in re-entering, completing and equipping the well.

Respectfully submitted,

MONTGOMERY & ANDREWS, P.A.

By: 

PAUL R. OWEN

Post Office Box 2307

Santa Fe, New Mexico 87504-2307

Telephone: (505) 982-3873

Facsimile: (505) 982-4289

ATTORNEYS FOR LEWIS BURLESON, INC.

**EXHIBIT A
NOTIFICATION LIST
APPLICATION OF LEWIS BURLESON, INC.
FOR COMPULSORY POOLING,
NON-STANDARD GAS PRORATION UNIT,
AND UNORTHODOX GAS WELL LOCATION
LEA COUNTY, NEW MEXICO**

**N/2 N/2 SECTION 14, TOWNSHIP 24 SOUTH, RANGE 36 EAST, NMPM,
LEA COUNTY, NEW MEXICO**

Owners of mineral interests with whom Burleson has failed to reach voluntary agreement for the development of this spacing unit:

Dorthea B. Prentiss Estate
26838 I 45 North
PMB 291
Spring, Texas 77386

Exxon Mobil Production Company
Post Office Box 4697
Houston, Texas 77210-4697

Operators of acreage offsetting the proposed non-standard spacing unit:

Gruy Petroleum Management
600 Las Colinas Boulevard, Suite 1200
Irving, Texas 75039-5611

O.H.B. Inc.
Post Office Box 1432
San Angelo, Texas 76902-1432

MNA Enterprises
106 W. Alabama
Hobbs, New Mexico 88240

Prize Energy
3500 William D. Tate, Suite 200
Grapevine, Texas 76051

Tenison Oil Co.
401 Cypress Street
Abilene, Texas 79601

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

November 22, 1954

R. Olsen Oil Company
Box 691
JAL, NEW MEXICO

Attention: Mr. Aaron Cummings, Gas Engineer

Gentlemen: Administrative Order NSP-27

Reference is made to your application (received October 21, 1954) for approval of a 160-acre non-standard gas proration unit in the Jalmat Gas Pool consisting of the following acreage:

Twp. 24 South, Rge. 36 East, NMPM
N/2 NW/4 and N/2 NE/4 of
Section 14.

It is understood that this unit is to be ascribed to your Cooper 'B' Well No. 2, located 660 feet south of the north line and 1980 feet east of the west line of said Section 14.

By authority granted me under provisions of Rule 5, Section (b)-6 of the Special Rules and Regulations for the Jalmat Gas Pool, as set forth in Order R-520, you are hereby authorized to operate the above-described acreage as a non-standard gas proration unit, with allowable to be assigned thereto in accordance with pool rules.

Very truly yours,

W. B. Macey
Secretary - Director

WBM:nr

cc: Oil Conservation Commission
Hobbs

N. M. Oil & Gas Eng. Committee
Hobbs

EXHIBIT B

ENCLOSURE, N. J.

Cooper B#2

18359

GAS POOLING AGREEMENT

WHEREAS, under the terms of presently valid and subsisting oil and gas leases, a well for oil and gas production has heretofore been drilled in the center of the

Northeast Quarter of Northwest Quarter
(NE $\frac{1}{4}$ of NW $\frac{1}{4}$) of Section 14, Township
24 South, Range 36 East, Lea County,
New Mexico,

which well has been completed for the production of gas from the Yates Sand found in said well between the depths below surface of 3023 and 3185 feet; and

WHEREAS, the minerals were separately owned and separately leased under the tracts hereinafter described, to-wit:

TRACT 1: Northeast Quarter of Northwest Quarter
(NE $\frac{1}{4}$ of NW $\frac{1}{4}$) and North half of Northeast
Quarter (N $\frac{1}{2}$ of NE $\frac{1}{4}$) of Section 14,
Township 24 South, Range 36 East, Lea
County, New Mexico.

TRACT 2: Northwest Quarter of Northwest Quarter
(NW $\frac{1}{4}$ of NW $\frac{1}{4}$) of Section 14, Township
24 South, Range 36 East, Lea County,
New Mexico;

and

WHEREAS, it appears desirable to all parties hereto to consolidate the two tracts above described for the production of gas in order to make up a 160 acre leasehold tract for the allowable of gas production:

NOW, THEREFORE, conditioned that the approval of the Department of the Interior of the United States, through the Bureau of Land Management, be obtained for such consolidation and pooling, the undersigned do hereby agree that the presently valid and subsisting oil and gas mining leases covering, and the mineral interests in and under, the

North half of Northwest Quarter (N $\frac{1}{2}$ of NW $\frac{1}{4}$)
and North half of Northeast Quarter (N $\frac{1}{2}$ of NE $\frac{1}{4}$)
of Section 14, Township 24 South, Range 36 East,
Lea County, New Mexico,

for the purpose only of gas production and for the purpose only of operating wells classified by the Oil and Gas Conservation Commission of the State of New Mexico as gas wells, and limited to producing formations above the depth of 4000 feet, shall be hereafter produced and operated as one consolidated oil and gas leasehold, and the proceeds of the production of gas therefrom, regardless of the location of the well from which such gas is produced, shall be distributed to the parties hereto in the ratio indicated in the following schedule:

*This pooling agreement
applies to NM-T-576 and
NM-T-533 & A thru O, insofar
as leases cover an int. in
N/2 of N/2 of Sec. 14, T-24-S,*

EXHIBIT C

RECORD-BAYONE, N. L.

SCHEDULE
OWNERS UNDER NE $\frac{1}{4}$ NW $\frac{1}{4}$ and N $\frac{1}{2}$ NE $\frac{1}{4}$
SECTION 14:

PROPORTION OF GAS PRODUCTION FROM
 N $\frac{1}{4}$ NW $\frac{1}{4}$ AND N $\frac{1}{2}$ NE $\frac{1}{4}$ OF SECTION 14-
 248-362, LEA COUNTY, NEW MEXICO,
 TO BE RECEIVED BY THE PARTY WHOSE
 NAME IS SET OPPOSITE THE INDICATED
INTEREST.

NAME

| | |
|----------------------------------------------------------------------------------------|----------------|
| ✓ Magnolia Petroleum Company | 1/16 of 3/4 ✓ |
| H. R. Stroube Box 881, Corsicana, Texas | 1/20 of 3/32 ✓ |
| W. C. Stroube Box 881, Corsicana, Texas | 1/20 of 3/32 ✓ |
| J. L. Collins Box 881, Corsicana, Texas | 1/20 of 3/32 |
| R. L. Wheelock Box 881, Corsicana, Texas | 1/20 of 3/32 ✓ |
| Edith M. Fuller 1645 S. 29th Street Kansas City 6, Kansas | 1/20 of 3/32 ✓ |
| General Crude Oil Company Houston 1, Texas | 1/16 of 3/32 ✓ |
| Federal Royalties Company, Inc Ft. Worth National Bank Building Ft. Worth, Texas | 3/16 of 3/4 ✓ |
| ✓ Samuel R. Cooper Star Route, Jal New Mexico | 1/72 of 3/32 ✓ |
| Edna F. Kilburn 4932 Rose Avenue Arlington, California | 1/72 of 3/32 ✓ |
| James N. Cooper General Delivery, Salem, Arkansas | 1/72 of 3/32 ✓ |
| Josephine P. Cooper, Adm. Estate of Lee M. Cooper Hardesty, Oklahoma | 1/72 of 3/32 ✓ |
| Mr. Elsie E. Cooper 213 S. Alameda, Carlsbad, New Mexico | 1/72 of 3/32 ✓ |
| Mrs. Jimmie Cooper 1514 Bell Plain, Brownwood, Texas | 1/72 of 3/32 ✓ |
| ✓ George E. Cooper 305 S. Alameda, Carlsbad, New Mexico | 1/72 of 3/32 ✓ |
| John A. Cooper 501 N. 8th, Carlsbad, New Mexico | 1/72 of 3/32 ✓ |

**PROPORTION OF GAS PRODUCTION FROM N $\frac{1}{2}$ NW $\frac{1}{4}$ and N $\frac{1}{2}$ NE $\frac{1}{4}$ of
SECTION 14-24S-36E, LEA COUNTY, NEW MEXICO, TO BE RECEIVED
BY THE PARTY WHOSE NAME IS SET OPPOSITE THE INDICATED
INTEREST.**

NAME

| | |
|------------------------------------------------------------------------------------|---------------|
| Elva Simpson Tate C/o Charles Owen, 410 Caplas Bldg., El Paso, Texas | 1/432 of 3/32 |
| Pearl Simpson Sherman 403 Davis Street Clovis, New Mexico | 1/432 of 3/32 |
| Mrs. Robbie Lynn Simpson Williams Route 2, Box 1913 Roseville, California | 1/432 of 3/32 |
| Leslie Farris Simpson 208 N. Guadalupe St., Carlsbad, New Mexico | 1/432 of 3/32 |
| Robert E. Simpson RA 18253450, Co. "B" 38th Inf. Regt. Ft. Lewis, Washington | 1/432 of 3/32 |
| Ruby Lee Simpson Todd Route 2, Box 1913 Roseville, California | 1/432 of 3/32 |

**OWNERS UNDER NW $\frac{1}{4}$ NW $\frac{1}{4}$
SECTION 14:**

| | |
|----------------------------------------------|-------------|
| Daniel Vaughn | 3/40 of 1/4 |
| Department of Interior of United States - | 1/20 of 1/4 |

AS LESSEES OF BOTH TRACTS:

| | |
|----------------------------------------------------------------------------|-----------------|
| R. Olsen Oil Company Apco Tower Oklahoma City, Oklahoma | 1/2 of 379/512 |
| George P. Bauerdorf 450 N. Rossmore Avenue Los Angeles 4, California | 1/4 of 379/512 |
| Charlton H. Lyons Giddens-Lane Building Shreveport 4, Louisiana | 1/5 of 379/512 |
| W. P. Prentiss Giddens-Lane Building Shreveport 4, Louisiana | 1/20 of 379/512 |

This agreement for pooling, when executed by all of the parties hereto and approved by the Bureau of Land Management, shall be effective as of the first day of July, 1950, and shall control the distribution of proceeds from gas and proceeds from the sale of production from gas wells, sold on and after that date, and shall continue for so long as the oil and gas lease now in full force and effect on said tracts remain valid and subsisting.

No party hereto makes any representation as to the ownership of minerals of any other party to this Gas Pooling Agreement.

Except as herein expressly modified, each of the lease agreements now in force and effect and covering the tracts above described shall govern the rights of the parties.

This agreement has been prepared in multiple copies and the execution by any of the parties hereto on any counterpart hereof shall effectively bind that party.

IN WITNESS WHEREOF, this instrument has been executed by

the several parties hereto on and after this 15th day of July, 1990.

E. L. [illegible]

V. V. [illegible]

J. L. [illegible]

L. L. [illegible]

[illegible]

[illegible]

FEDERAL ROYALTIES COMPANY, INC.,

By _____

ATTEST: _____

[illegible]

✓ Samuel R. Cooper
[illegible]

[illegible]

James H. Cooper

James H. Cooper

✓ Elsie E. Cooper

Administratrix of the Estate of Lee H. Cooper.

✓ [illegible]

[illegible]

✓ [illegible]

[illegible]

✓ [illegible]

✓ [illegible]

✓ [illegible]

✓ [illegible]

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ATTEST: _____

-4-

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[illegible]

[illegible]

NOTARY PUBLIC - LIMITED TO ONE YEAR
 RE-EXAMINATION TO BE HELD EVERY YEAR

NOTARIAL ACKNOWLEDGEMENT
 (Multiple Form)

STATE OF

County of

ss:

Before me the undersigned, a Notary Public, in and for said County and State, on this

personally appeared

to me known to be the identical person who executed the within and foregoing instrument and acknowledged to me that

executed the same as free and voluntary act and deed for the uses and purposes therein set forth.

Given under my hand and seal the day and year last above written.

My commission expires

Notary Public

STATE OF Louisiana Parish of Cadiz ss:

Before me the undersigned, a Notary Public, in and for said County and State, on this 20 day of July, 1950

personally appeared

to me known to be the identical person who executed the within and foregoing instrument and acknowledged to me that

executed the same as their free and voluntary act and deed for the uses and purposes therein set forth.

Given under my hand and seal the day and year last above written.

My commission expires

Notary Public

STATE OF California County of Los Angeles ss:

Before me the undersigned, a Notary Public, in and for said County and State, on this 14 day of August, 1950

personally appeared

to me known to be the identical person who executed the within and foregoing instrument and acknowledged to me that

executed the same as his free and voluntary act and deed for the uses and purposes therein set forth.

Given under my hand and seal the day and year last above written.

My commission expires

Notary Public

STATE OF New Mexico County of Curry ss:

Before me the undersigned, a Notary Public, in and for said County and State, on this 30 day of October, 1950

personally appeared

to me known to be the identical person who executed the within and foregoing instrument and acknowledged to me that

executed the same as his free and voluntary act and deed for the uses and purposes therein set forth.

Given under my hand and seal the day and year last above written.

My commission expires

Notary Public

STATE OF New Mexico County of Eddy ss:

Before me the undersigned, a Notary Public, in and for said County and State, on this 1st day of May, 1951

personally appeared

to me known to be the identical person who executed the within and foregoing instrument and acknowledged to me that

executed the same as his free and voluntary act and deed for the uses and purposes therein set forth.

Given under my hand and seal the day and year last above written.

My commission expires

Notary Public

STATE OF New Mexico County of Eddy ss:

Before me the undersigned, a Notary Public, in and for said County and State, on this 1st day of May, 1951

personally appeared

to me known to be the identical person who executed the within and foregoing instrument and acknowledged to me that

executed the same as their free and voluntary act and deed for the uses and purposes therein set forth.

Given under my hand and seal the day and year last above written.

My commission expires

Notary Public

STATE OF New Mexico County of Santa Fe ss:

Before me the undersigned, a Notary Public, in and for said County and State, on this 13 day of June, 1951

personally appeared

to me known to be the identical person who executed the within and foregoing instrument and acknowledged to me that

executed the same as his free and voluntary act and deed for the uses and purposes therein set forth.

Given under my hand and seal the day and year last above written.

My commission expires

Notary Public

STATE OF New Mexico County of Santa Fe ss:

Before me the undersigned, a Notary Public, in and for said County and State, on this 10 day of June, 1951

personally appeared

to me known to be the identical person who executed the within and foregoing instrument and acknowledged to me that

executed the same as his free and voluntary act and deed for the uses and purposes therein set forth.

Given under my hand and seal the day and year last above written.

My commission expires

Notary Public

STATE OF _____ } ss
COUNTY OF _____

Before me, the undersigned, a Notary Public within and for said County and State, on this _____ day of _____, 1950, personally appeared _____, to me known to be the identical person who subscribed the name of GENERAL CRUDE OIL COMPANY, the maker thereof, to the foregoing instrument as its _____ President, and duly acknowledged to me that he executed the same as his free and voluntary act and deed, and as the free and voluntary act and deed of such corporation, for the uses and purposes therein set forth.

In testimony whereof I have hereunto set my hand and official seal the day and year last above written.

My Commission Expires: _____

Notary Public

STATE OF _____ } ss
COUNTY OF _____

Before me, the undersigned, a Notary Public within and for said County and State, on this _____ day of _____, 1950, personally appeared _____, to me known to be the identical person who subscribed the name of GENERAL ROYALTY COMPANY, INC., the maker thereof, to the foregoing instrument as its _____ President, and duly acknowledged to me that he executed the same as his free and voluntary act and deed, and as the free and voluntary act and deed of such corporation, for the uses and purposes therein set forth.

In testimony whereof I have hereunto set my hand and official seal the day and year last above written.

My Commission Expires: _____

Notary Public

STATE OF OKLAHOMA } ss
COUNTY OF OKLAHOMA

Before me, the undersigned, a Notary Public within and for said County and State, on this _____ day of _____, 1950, personally appeared R. GLENN, to me known to be the identical person who subscribed the name of R. GLENN OIL COMPANY, the maker thereof, to the foregoing instrument as its President, and duly acknowledged to me that he executed the same as his free and voluntary act and deed, and as the free and voluntary act and deed of such corporation, for the uses and purposes therein set forth.

In testimony whereof I have hereunto set my hand and official seal the day and year last above written.

My Commission Expires: _____

Notary Public

STATE OF

County of

Before me the undersigned, a Notary Public, in and for said County and State, on this _____ day of _____,

personally appeared _____

to me known to be the identical person _____ who executed the within and foregoing instrument and acknowledged to me that
_____ executed the same as _____ free and voluntary act and deed for the uses and purposes therein set forth.
Given under my hand and seal the day and year last above written.

My commission expires _____

Notary Public

STATE OF

County of

Before me the undersigned, a Notary Public, in and for said County and State, on this _____ day of _____, 19____

personally appeared _____

to me known to be the identical person _____ who executed the within and foregoing instrument and acknowledged to me that
_____ executed the same as _____ free and voluntary act and deed for the uses and purposes therein set forth.
Given under my hand and seal the day and year last above written.

My commission expires _____

Notary Public

STATE OF

County of

Before me the undersigned, a Notary Public, in and for said County and State, on this _____ day of _____, 19____

personally appeared _____

to me known to be the identical person _____ who executed the within and foregoing instrument and acknowledged to me that
_____ executed the same as _____ free and voluntary act and deed for the uses and purposes therein set forth.
Given under my hand and seal the day and year last above written.

My commission expires _____

Notary Public

STATE OF

County of

Before me the undersigned, a Notary Public, in and for said County and State, on this _____ day of _____, 19____

personally appeared _____

to me known to be the identical person _____ who executed the within and foregoing instrument and acknowledged to me that
_____ executed the same as _____ free and voluntary act and deed for the uses and purposes therein set forth.
Given under my hand and seal the day and year last above written.

My commission expires _____

Notary Public

STATE OF

County of

Before me the undersigned, a Notary Public, in and for said County and State, on this _____ day of _____, 19____

personally appeared _____

to me known to be the identical person _____ who executed the within and foregoing instrument and acknowledged to me that
_____ executed the same as _____ free and voluntary act and deed for the uses and purposes therein set forth.
Given under my hand and seal the day and year last above written.

My commission expires _____

Notary Public

STATE OF

County of

Before me the undersigned, a Notary Public, in and for said County and State, on this _____ day of _____, 19____

personally appeared _____

to me known to be the identical person _____ who executed the within and foregoing instrument and acknowledged to me that
_____ executed the same as _____ free and voluntary act and deed for the uses and purposes therein set forth.
Given under my hand and seal the day and year last above written.

My commission expires _____

Notary Public

STATE OF

County of

Before me the undersigned, a Notary Public, in and for said County and State, on this _____ day of _____, 19____

personally appeared _____

to me known to be the identical person _____ who executed the within and foregoing instrument and acknowledged to me that
_____ executed the same as _____ free and voluntary act and deed for the uses and purposes therein set forth.
Given under my hand and seal the day and year last above written.

My commission expires _____

Notary Public

STATE OF

County of

Before me the undersigned, a Notary Public, in and for said County and State, on this _____ day of _____, 19____

personally appeared _____

to me known to be the identical person _____ who executed the within and foregoing instrument and acknowledged to me that
_____ executed the same as _____ free and voluntary act and deed for the uses and purposes therein set forth.
Given under my hand and seal the day and year last above written.

My commission expires _____

Notary Public

State of New Mexico
County of Lea

FILED FOR RECORD

DEC 12 1992

and Recorded in Book

Page 349

By EVA TATUM, County Clerk

FROM :

FAX NO. : 6835172

Feb. 25 2002 02:04PM P4

R. Olsen O.I.C.
2911 Liberty Ave Bldg
Oklahoma City, Okla

C CONSERVATION COMMISS N
P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

January 13, 1978

C
O
P
Y
Texas Pacific Oil Company, Inc.
P. O. Box 4067
Midland, Texas 79701

Administrative Order NSL-907

Gentlemen:

Reference is made to your application for approval of a non-standard location for your Cooper "B" Well No. 3 located 330 feet from the North line and 330 feet from the East line of Section 14, Township 24 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico.

By authority granted me under the provisions of Rule 3 of Order No. R-1670, the above-described unorthodox location is hereby approved.

Further, you are hereby authorized to simultaneously dedicate the 160-acre non-standard gas proration unit authorized by Administrative Order NSP-27 to said Cooper "B" Well No. 3 as well as to the Cooper "B" Well No. 2 originally dedicated thereto. The allowable for said unit may be produced from either of said wells in any proportion.

Very truly yours,

JOE D. RAMEY,
Secretary-Director

JDR/RLS/dr

cc: Oil Conservation Commission - Hobbs
Oil & Gas Engineering Committee - Hobbs
Gas Proration Dept. OCC - Santa Fe

EXHIBIT D

FIELD-Engine, R. 1

CASE 12839 Application of Lewis Burleson, Inc. for compulsory pooling, non-standard spacing unit, and unorthodox gas well location, Lea County, New Mexico. Applicant in the above-styled cause seeks an order pooling all mineral interests in all formations and/or pools developed on 160-acre spacing, including but not limited to the Jalmat Gas Pool, underlying the N/2 N/2 of Section 14, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. Said spacing unit is to be dedicated to the Cooper B No. 3 Well, which Burleson proposes to re-enter at its current unorthodox location 330 feet from the North line and 330 feet from the East line of said Section 14. Also to be considered will be the cost of re-entering 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 re-entering said well. Said area is located approximately 12 miles North of Jal, New Mexico.

APPLICATION