

CAMPBELL & BLACK, P.A.  
LAWYERS

JACK M. CAMPBELL  
BRUCE D. BLACK  
MICHAEL B. CAMPBELL  
WILLIAM F. CARR  
BRADFORD C. BERGE  
MARK F. SHERIDAN  
WILLIAM P. SLATTERY  
ANNIE-LAURIE COOGAN

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

July 2, 1991

HAND-DELIVERED

William J. LeMay, Director  
Oil Conservation Division  
New Mexico Department of Energy,  
Minerals and Natural Resources  
State Land Office Building  
Santa Fe, New Mexico 87503

**RECEIVED**

JUL 02 1991

OIL CONSERVATION DIV.  
SANTA FE

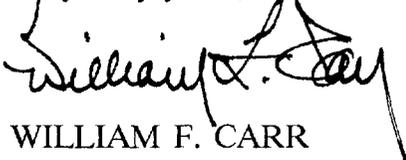
Case 10355

Re: In the Matter of the Application of Nearburg Producing Company for  
Compulsory Pooling and a Non-Standard Gas Spacing Unit, Lea County,  
New Mexico

Dear Mr. LeMay:

Enclosed in triplicate is an Application of Nearburg Producing Company in the above-referenced case. Nearburg Producing Company respectfully requests that this matter be placed on the docket for the July 25, 1991 Examiner hearings.

Very truly yours,

  
WILLIAM F. CARR

WFC:mlh

Enclosures

cc w/enclosure: Mr. Mark K. Nearburg  
Nearburg Producing Company  
1 Petroleum Center  
Building 8, Suite 100  
3300 N. "A" Street  
Midland, Texas 79705-5408

BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

**RECEIVED**

JUL 02 1991

IN THE MATTER OF THE APPLICATION  
OF NEARBURG PRODUCING COMPANY  
FOR COMPULSORY POOLING AND A  
NON-STANDARD GAS SPACING UNIT,  
LEA COUNTY, NEW MEXICO.

OIL CONSERVATION DIV.  
SANTA FE

CASE NO. 10355

APPLICATION

COMES NOW NEARBURG PRODUCING COMPANY, by its undersigned attorneys and pursuant to the provisions of N.M.Stat. Ann. § 70-2-17, (1978), makes application for an order pooling all of the mineral interests in and under Section 30, Township 19 South, Range 36 East, N.M.P.M., Lea County, New Mexico, and in support thereof would show the Division:

1. Applicant owns or represents approximately 94% of the working interest in and under Section 30, and Applicant has the right to drill thereon.
2. Applicant proposes to dedicate the above-referenced non-standard pooled unit to a well to be located at a standard location 1980 feet from the South line and 1650 feet from the East line on said Section 30 to be drilled to a depth sufficient to test the Pennsylvanian formation, North Osudo Morrow Gas Pool.
3. Due to a survey variation, Section 30 contains 632.5 acres.
4. Applicant has sought and obtained either voluntary agreement for pooling or farmout from all other interest owners in Section 30, except for:

Sarah L. Grimes Post Office Box 2342 Midland, TX 79702	.52648% WI
The Heirs & Devisees of Helen M. Zanders Address Unknown	1.53517% WI
Fina Oil & Chemical Co. 10 Desta Drive, Suite 4400 Midland, TX 79702	1.53557% WI
W.A. Skees and wife, Wanda H. Skees Post Office Box 1015 Midland, TX 79702	.19195% WI
Marilyn Cone, Trustee for D. C. Trust Post Office Box 64244 Lubbock, TX 79464	.61422% WI
Clifford Cone Post Office Box 1629 Lovington, NM 88260	.61422% WI
Kenneth G. Cone 200 N. Loraine Midland, TX 79701	.61422% WI

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

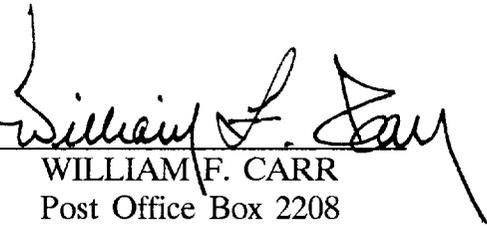
6. In order to permit the Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, the mineral interests should be pooled, and Applicant should be designated the operator of the well to be drilled.

WHEREFORE, Applicant prays that this application be set for hearing before a duly appointed Examiner of the Oil Conservation Division on July 25, 1991, and, that

after notice and hearing as required by law, the Division enter its order approving this spacing unit and pooling the lands, including provisions for Applicant to recover its costs of drilling, equipping and completing the well, its costs of supervision while drilling and after completion, including overhead charges, and imposing a risk factor for the risk assumed by the Applicant in drilling, completing and equipping the well, and making such other and further provisions as may be proper.

Respectfully submitted,

CAMPBELL & BLACK, P.A.

By: 

WILLIAM F. CARR

Post Office Box 2208

Santa Fe, New Mexico 87504

Telephone: (505) 988-4421

ATTORNEYS FOR NEARBURG  
PRODUCING COMPANY

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

**RECEIVED**

JUL 02 1991

OIL CONSERVATION DIV.  
SANTA FE

IN THE MATTER OF THE APPLICATION  
OF NEARBURG PRODUCING COMPANY  
FOR COMPULSORY POOLING AND A  
NON-STANDARD GAS SPACING UNIT,  
LEA COUNTY, NEW MEXICO.

CASE NO. 10355

APPLICATION

COMES NOW NEARBURG PRODUCING COMPANY, by its undersigned attorneys and pursuant to the provisions of N.M.Stat.Ann. § 70-2-17, (1978), makes application for an order pooling all of the mineral interests in and under Section 30, Township 19 South, Range 36 East, N.M.P.M., Lea County, New Mexico, and in support thereof would show the Division:

1. Applicant owns or represents approximately 94% of the working interest in and under Section 30, and Applicant has the right to drill thereon.
2. Applicant proposes to dedicate the above-referenced non-standard pooled unit to a well to be located at a standard location 1980 feet from the South line and 1650 feet from the East line on said Section 30 to be drilled to a depth sufficient to test the Pennsylvanian formation, North Osudo Morrow Gas Pool.
3. Due to a survey variation, Section 30 contains 632.5 acres.
4. Applicant has sought and obtained either voluntary agreement for pooling or farmout from all other interest owners in Section 30, except for:

Sarah L. Grimes Post Office Box 2342 Midland, TX 79702	.52648% WI
The Heirs & Devisees of Helen M. Zanders Address Unknown	1.53517% WI
Fina Oil & Chemical Co. 10 Desta Drive, Suite 4400 Midland, TX 79702	1.53557% WI
W.A. Skees and wife, Wanda H. Skees Post Office Box 1015 Midland, TX 79702	.19195% WI
Marilyn Cone, Trustee for D. C. Trust Post Office Box 64244 Lubbock, TX 79464	.61422% WI
Clifford Cone Post Office Box 1629 Lovington, NM 88260	.61422% WI
Kenneth G. Cone 200 N. Loraine Midland, TX 79701	.61422% WI

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

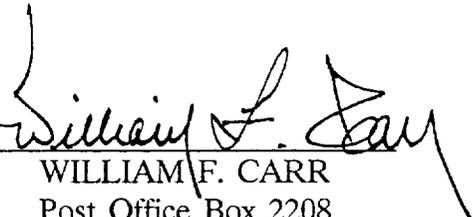
6. In order to permit the Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, the mineral interests should be pooled, and Applicant should be designated the operator of the well to be drilled.

WHEREFORE, Applicant prays that this application be set for hearing before a duly appointed Examiner of the Oil Conservation Division on July 25, 1991, and, that

after notice and hearing as required by law, the Division enter its order approving this spacing unit and pooling the lands, including provisions for Applicant to recover its costs of drilling, equipping and completing the well, its costs of supervision while drilling and after completion, including overhead charges, and imposing a risk factor for the risk assumed by the Applicant in drilling, completing and equipping the well, and making such other and further provisions as may be proper.

Respectfully submitted,

CAMPBELL & BLACK, P.A.

By:   
WILLIAM F. CARR  
Post Office Box 2208  
Santa Fe, New Mexico 87504  
Telephone: (505) 988-4421

ATTORNEYS FOR NEARBURG  
PRODUCING COMPANY

BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

**RECEIVED**

JUL 02 1991

OIL CONSERVATION DIV.  
SANTA FE

CASE NO. 10355

IN THE MATTER OF THE APPLICATION  
OF NEARBURG PRODUCING COMPANY  
FOR COMPULSORY POOLING AND A  
NON-STANDARD GAS SPACING UNIT,  
LEA COUNTY, NEW MEXICO.

**APPLICATION**

COMES NOW NEARBURG PRODUCING COMPANY, by its undersigned attorneys and pursuant to the provisions of N.M.Stat. Ann. § 70-2-17, (1978), makes application for an order pooling all of the mineral interests in and under Section 30, Township 19 South, Range 36 East, N.M.P.M., Lea County, New Mexico, and in support thereof would show the Division:

1. Applicant owns or represents approximately 94% of the working interest in and under Section 30, and Applicant has the right to drill thereon.
2. Applicant proposes to dedicate the above-referenced non-standard pooled unit to a well to be located at a standard location 1980 feet from the South line and 1650 feet from the East line on said Section 30 to be drilled to a depth sufficient to test the Pennsylvanian formation, North Osudo Morrow Gas Pool.
3. Due to a survey variation, Section 30 contains 632.5 acres.
4. Applicant has sought and obtained either voluntary agreement for pooling or farmout from all other interest owners in Section 30, except for:

Sarah L. Grimes Post Office Box 2342 Midland, TX 79702	.52648% WI
The Heirs & Devisees of Helen M. Zanders Address Unknown	1.53517% WI
Fina Oil & Chemical Co. 10 Desta Drive, Suite 4400 Midland, TX 79702	1.53557% WI
W.A. Skees and wife, Wanda H. Skees Post Office Box 1015 Midland, TX 79702	.19195% WI
Marilyn Cone, Trustee for D. C. Trust Post Office Box 64244 Lubbock, TX 79464	.61422% WI
Clifford Cone Post Office Box 1629 Lovington, NM 88260	.61422% WI
Kenneth G. Cone 200 N. Loraine Midland, TX 79701	.61422% WI

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

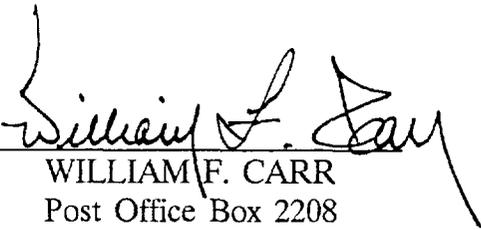
6. In order to permit the Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, the mineral interests should be pooled, and Applicant should be designated the operator of the well to be drilled.

WHEREFORE, Applicant prays that this application be set for hearing before a duly appointed Examiner of the Oil Conservation Division on July 25, 1991, and, that

after notice and hearing as required by law, the Division enter its order approving this spacing unit and pooling the lands, including provisions for Applicant to recover its costs of drilling, equipping and completing the well, its costs of supervision while drilling and after completion, including overhead charges, and imposing a risk factor for the risk assumed by the Applicant in drilling, completing and equipping the well, and making such other and further provisions as may be proper.

Respectfully submitted,

CAMPBELL & BLACK, P.A.

By: 

WILLIAM F. CARR  
Post Office Box 2208  
Santa Fe, New Mexico 87504  
Telephone: (505) 988-4421

ATTORNEYS FOR NEARBURG  
PRODUCING COMPANY