

STATE OF NEW MEXICO  
DEPARTMENT OF ENERGY AND MINERALS  
OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION  
OF DRUM ENERGY CORPORATION  
FOR COMPULSORY POOLING, LEA COUNTY,  
NEW MEXICO.

6 1993

CASE NO.

APPLICATION

10776

COMES NOW DRUM ENERGY CORPORATION, by and through its attorney, Karen Aubrey, and applies to the New Mexico Oil Conservation Division for an order pooling all mineral interests from the surface to the base of the Blinbry Formation, or 6200 feet, whichever is deeper, underlying the SW/4, Section 35, T-19S, R-38-E, Lea County, New Mexico for the formation of a 160 acre proration and spacing unit in the event the proposed well is a gas well, or a 40 acre proration and spacing unit consisting of the SE/4SW/4 if the proposed well is an oil well, and in support thereof would show the Division:

1. Applicant is the owner of the right to drill and develop the SW/4, Section 35, T-19-S, R-38-E, NMPM, Lea County, New Mexico.

2. Applicant proposes to drill a well at a standard location, 1100 FSL and 1980 FWL, to the Blinbry Formation, or 6,200 feet, whichever is deeper, and to dedicate the SW/4 of Section 4 to a gas well, or the SE/4SW/4, Unit Letter N, of Section 35 to an oil well.

3. Applicant has sought to obtain the voluntary participation of all parties.

4. In order to obtain its just and equitable share of the production

underlying the above lands, Applicant needs an order pooling the mineral interests involved.

5. Those who have not consented to join in the drilling of the well, with their addresses, and their percent of working interest, to the best of Applicant's knowledge are:

NAME	%W.I.
Thelma P. Johnson, Guardian of the Estate of Minnie B. Gray 1514 NE 9th St. Oklahoma City, OK 73117	3.125 (5 net ac./160)
John P. Cox P.O. Box 10885 Midland, TX 79702	1.5625 (2.5 net ac./160)
W. Rey Williams P.O. Box 1291 Tulsa, OK 74101	.625 (1 net ac./160)
Sun Operating Ltd. Pshp. c/o Oryx Energy Company P.O. Box 2880 Dallas, TX 75221	12.5 (20 net ac./160)
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Charles Lee and Emma Lee  
210 N. Denver Ave.  
Tulsa, OK 74119

.652 (1 net ac./160)

TOTAL NONCONSENTING WORKING INTEREST: = 30.16%

6. The party(ies) named in Paragraph 5 above have been furnished with a copy of this application and the accompanying letter, by certified mail, return receipt requested, in accordance with NMOCC Rule 1207, and are hereby notified of Applicant's request that the above matter be heard on July 29, 1993, and their right to enter an appearance either in support of or in opposition to the application. Further, the parties named in Paragraph 5 above are informed of the NMOCD request that pre-hearing statements be filed no later than 4:00 p.m. on the Friday preceding the hearing.

Wherefore, Applicant prays that this matter be set for hearing on July 29, 1993 before the Division's duly appointed Examiner, and that, after notice and hearing, the Division enter its order pooling the interests described herein. Applicant further prays that it be named operator of said well, that the Order make provision for Applicant to recover, out of production, its costs of drilling, completing and equipping said well, as well as all costs of operation, including costs of supervision, and for a risk factor in the amount of 200% for the cost of drilling, completing and equipping the well, and for such other and further relief as may be appropriate.

Respectfully submitted,

LAW OFFICES OF KAREN AUBREY

By 

KAREN AUBREY

236 MONTEZUMA AVENUE

SANTA FE, NM 87501

Telephone: (505) 982-4287

Telefax: (505) 986-8349

KAREN AUBREY

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ALSO ADMITTED IN ARIZONA

TELEPHONE (505) 982-4287  
TELEFAX (505) 986-8349

July 6, 1993

William J. LeMay, Director  
New Mexico Oil Conservation Division  
P.O. Box 2088  
Santa Fe NM 87504-2088

Re: Drum Energy Corporation Application for  
Compulsory Pooling, Lea County, New Mexico

6/1993

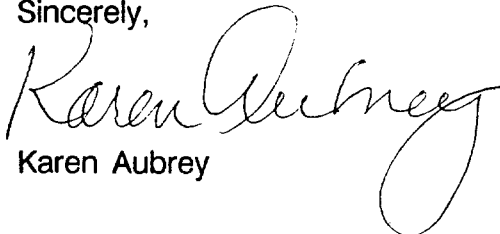
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By copy of this letter we are notifying the nonconsenting working interest owners of their right to enter an appearance and present testimony in support of or in opposition to the Application.

Sincerely,



Karen Aubrey

ka/hg

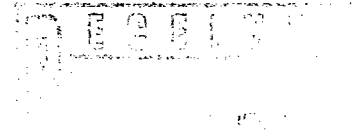
xc: Parties listed in Paragraphs 5 of Application  
by Certified Mail, return receipt requested

and

David Mussett  
Drum Energy Corporation

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DEPARTMENT OF ENERGY AND MINERALS  
OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION  
OF DRUM ENERGY CORPORATION  
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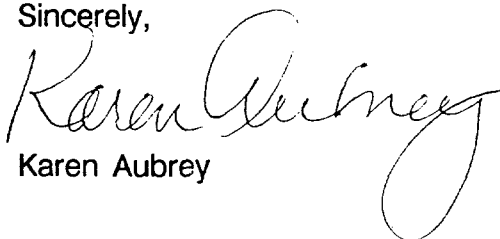
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