CAMPBELL, CARR, BERGE

& SHERIDAN, P.A.

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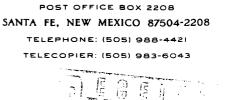
William J. LeMay, Director Oil Conservation Division

State Land Office Building Santa Fe, New Mexico 87503

New Mexico Department of Energy, Minerals and Natural Resources

HAND-DELIVERED

December 8, 1993



JEFFERSON PLACE

SUITE I - 110 NORTH GUADALUPE

L CORCERNATION DIVIS

Oil Conservation Division Case No. 10850: Re: Application of Hallwood Petroleum, Inc. for compulsory pooling, San Juan County, New Mexico

Oil Conservation Division Case No. 10851: Application of Hallwood Petroleum, Inc. for compulsory pooling, San Juan County, New Mexico

Oil Conservation Division Case No. 10859: Application of Hallwood Petroleum, Inc. for compulsory pooling, San Juan County, New Mexico

Dear Mr. LeMay:

Hallwood Petroleum Inc., respectfully requests that the above-referenced cases which are currently set on the December 16, 1993 Division docket be dismissed.

Your attention to this request is appreciated.

Very truly yours, liau

WILLIAM F. CARR WFC:mlh Kathleen Volk cc: Hallwood Petroleum, Inc. Post Office Box 378111 Denver, CO 80237

CASE ____: 10859

Application of Hallwood Petroleum, Inc., for compulsory pooling, San Juan County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Pictured Cliffs formation underlying the E/2 of Section 33, Township 30 North, Range 12 West. Said unit is to be dedicated to a well to be drilled at a standard location in the E/2 of said Section 33 to test any and all formations to the base of the Pictured Cliffs formation including the Fruitland formation, Basin-Fruitland Coal Gas Pool and the Pictured Cliffs formation, Fulcher Kutz-Pictured Cliffs Gas Pool. 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 applicant as operator of the well and a charge for risk involved in drilling said well. Said area is located approximately ______ miles ______ of ______, New Mexico.

CAMPBELL, CARR, BERGE

& SHERIDAN, P.A.

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October 11, 1993

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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

10859

Re: Application of Hallwood Petroleum, Inc., for Compulsory Pooling, San Juan County, New Mexico

Dear Mr. LeMay:

Enclosed in triplicate is the application of Hallwood Petroleum, Inc., in the above-referenced cases as well as a copy of the legal advertisement. Hallwood Petroleum, Inc., respectfully requests that this matter be placed on the docket for the November 4, 1993 Examiner hearings.

Very truly yours,

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WILLIAM F. CARR

WFC:mlh Enclosures cc: Kathleen Volk

BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION OF HALLWOOD PETROLEUM, INC. FOR COMPULSORY POOLING, SAN JUAN COUNTY, NEW MEXICO.

CASE NO. 10859

APPLICATION

--

HALLWOOD PETROLEUM, INC., through its undersigned attorneys, hereby makes application pursuant to the provisions of N.M.Stat.Ann. § 70-2-17, (1978), for an order pooling all of the mineral interests in the E/2 of Section 33, Township 30 North, Range 12 West, N.M.P.M., San Juan County, New Mexico, and in support thereof states:

1. Applicant owns or represents over 75% of the working interest in the E/2 of said Section 33, and Applicant has the right to drill thereon.

2. Applicant proposes to dedicate the above-referenced spacing or proration unit to a well to be drilled at a standard location in the E/2 of said Section 33, to a depth sufficient to test any and all formations from the surface to the base of the Pictured Cliffs formation, including the Fruitland formation, Basin-Fruitland Coal Gas Pool and the Pictured Cliffs formation, Fulcher Kutz-Pictured Cliffs Gas Pool.

3. Applicant has sought and been unable to obtain either voluntary agreement for pooling or farmout from certain interest owners in the E/2 of said Section 33.

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

5. 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 Applicant should be designated the operator of the well to be drilled.

WHEREFORE, Applicant prays that this application be set for hearing before an Examiner of the Oil Conservation Division on November 4, 1993 and, after notice and hearing as required by law, the Division enter its order 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.

Respectfully submitted,

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

By: `

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

ATTORNEYS FOR HALLWOOD PETROLEUM, INC.

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