LAW OFFICES

TANSEY, ROSEBROUGH, GERDING & STROTHER, P.C.

621 WEST ARRINGTON
FARMINGTON, NEW MEXICO 87401
TELEPHONE: (505) 325-1801

OF COUNSEL Charles M. Tansey

Douglas A. Echols Richard L. Gerding Randall T. Holmes Connie R. Martin Michael T. O'Loughlin James B. Payne Tommy Roberts Haskell D. Rosebrough Robin D. Strother TELECOPIER: (505) 325-4675

Mailing Address: P. O. Box 1020 Farmington, N.M. 87499

June 19, 1990

State of New Mexico Energy, Minerals and Natural Resources Department New Mexico Oil Conservation Division P.O. Box 2088 Santa Fe, New Mexico 87501-2088

Attn: William J. Lemay, Director

Re: Application for Compulsory Pooling
The Estate of Thelma Ford Simmons
dba D. J. Simmons Company
E/2 §34-28N-10W, N.M.P.M.
San Juan County, New Mexico

Con No.

Gentlemen:

Please consider this letter the formal application of The Estate of Thelma Ford Simmons dba D. J. Simmons Company for an Order of the New Mexico Oil Conservation Division force-pooling all mineral interest in the Basin-Fruitland Coal (Gas) Pool underlying the E/2 of Section 34, Township 28 North, Range 10 West, N.M.P.M., San Juan County, New Mexico, forming a standard 320 acre coal gas spacing and proration unit for said pool, to be dedicated to its Susan B. Com 34 No. 1 Well to be drilled at a standard coal gas well location 790 FNL and 1216 FEL (Unit A) of said Section 34. The Estate of Thelma Ford Simmons dba D. J. Simmons Company requests that such order designate The Estate of Thelma Ford Simmons dba D. J. Simmons Company as the Operator of the proposed well and that it provide for the recovery by The Estate of Thelma Ford Simmons dba D. J. Simmons Company and other joining parties of the costs of drilling, completing, equipping and operating the proposed well, together with a reasonable charge for risk involved in drilling the well. In addition, The Estate of Thelma Ford Simmons dba D. J. Simmons Company requests that such order establish a reasonable charge for the supervision of the well during the drilling and production stages.

State of New Mexico Energy, Minerals and Natural Resources Dept. Oil Conservation Division June 19, 1990 Page Two

Please place this application on the July 11, 1990 Examiner Hearing Docket of the New Mexico Oil Conservation Division. Please advise should you require any additional information.

Sincerely,

TANSEY, ROSEBROUGH, GERDING & STROTHER, P.C.

TOMMY ROBERTS

Attorney for The Estate of Thelma Ford Simmons dba D. J. Simmons Company

Dommy Roberts

TR:nk

cc: Supervisor - District III Office
New Mexico Oil Conservation Division
1000 Rio Brazos Road
Aztec, New Mexico 87410

Client