Jason Kellahin W. Thomas Kellahin Karen Aubrey

KELLAHIN and KELLAHIN Attorneys at Law El Patio - 117 North Guadalupe Post Office Box 2265 Santa Fe, New Mexico 87504-2265

Telephone 982-4285 Area Code 505

September 25, 1984

RECEIVED

SEP 25 1984

OIL CONSERVATION DIVISION

Mr. Richard L. Stamets Acting Director Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87501

"Hand Delivered"

Re: TXO Production Corporation

Compulsory Pooling

Eddy County, New Mexico

icas 5383

Dear Mr. Stamets:

Please set the enclosed matter for the Examiner hearing now scheduled for October 17, 1984.

KA:ca Enc.

cc: TXO Production Corporation All parties in Application

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

SEP 2 1984
OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION OF TXO PRODUCTION CORPORATION, FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

case: 8383

APPLICATION

Comes now TXO Production Corporation and applies to the Oil Conservation Division of New Mexico for an order pooling all mineral interests from the surface to 11,500 feet underlying the E/2SE/4 of Section 33, Township 16 South, Range 37 East, NMPM, Eddy County, New Mexico, for the formation of a proration and spacing unit for the said production and in support thereof would show the Commission:

- 1. Applicant has the right to drill and develop the E/2SE/4 of Section 33, Township 16 South, Range 37 East, NMPM.
- 2. Applicant proposes to drill a well at a standard location and to dedicate the NE/4SE/4 of said Section to the well in the event the well is completed in the Lovington Paddock and to dedicate the E/2SE/4 of said section to the well in the event that it is completed in the West Noles Drinkard or the Casey-Strawn.

- 3. Applicant has sought to obtain the cooperation of all parties.
- 4. In order to obtain their just and equitable share of the production underlying the above lands, Applicant needs an order pooling the mineral interest involved.
- 5. Those who have not consented to join in the drilling of the well, with their addresses, to the best of applicant's information and belief, are as follows:

| | Net Interest |
|--|---------------|
| Sun Oil Company P. O. Box 1861 Midland, Texas 79702 | 1.33% |
| Moncor Bank as Trustee for W. T. Reed P. O. Box 70 Hobbs, New Mexico 88240 | 1.25% |
| Elbert D. Shipp 1104 W. Avenue "J" Lovington, New Mexico 88260 | .3125% |
| Cleroy Inc. Lanroy Inc. P. O. Box 3405 Tulsa, Oklahoma 74101 | 1.67% |
| J. R. McGinley and Catherine McGinley P. O. Box 3405 Tulsa, Oklahoma 74101 | 1.67% |
| Sohio Petroleum Company 5420 LBJ Freeway 2 Lincoln Center, Suite 1000 Dallas, Texas 75240 | 5 .0 % |
| Petco Limited P. O. Box 911 Breckenridge, Texas 76024 | .67% |

James Rolland Woods 1104 California Socorro, New Mexico 87801 .6%

Getty Oil Company Two First City Center Midland, Texas 79701 .065%

Felmont Oil Corporation 10 Desta Drive Midland, Texas 79705 .065

6. The parties names in paragraph 5 above have been furnished a copy of this application.

WHEREFORE applicant prays that this application be set for hearing before the Division's duly appointed examiner, and that after notice and hearing as required by law, the Division enter its order pooling the mineral interest described herein. Applicant further prays that it be named operator of the well, and that the order make provisions for applicant to recover out of production its costs of drilling the subject well, completing and equipping it, costs of operation, including costs of supervision and a risk factor in the amount of 200% for the drilling of the well, for such other and further relief as may be proper.

Respectfully submitted,

TXO Production corporation

Karen Aubrey

KELLAHIN & KELLAHIN

P. O. Box 2265

Santa Fe, New Mexico 87501

Attorneys for Applicant

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

RECEIVED

SEP 28 1984

OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION OF TXO PRODUCTION CORPORATION, FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE: 8383

A M E N D E D A P P L I C A T I O N

Comes now TXO Production Corporation and applies to the Oil Conservation Division of New Mexico for an order pooling all mineral interests from the surface to 11,500 feet underlying the E/2SE/4 of Section 33, Township 16 South, Range 37 East, NMPM, Lea County, New Mexico, for the formation of a proration and spacing unit for the said production and in support thereof would show the Commission:

- 1. Applicant has the right to drill and develop the E/2SE/4 of Section 33, Township 16 South, Range 37 East, NMPM.
- 2. Applicant proposes to drill a well at a standard location and to dedicate the NE/4SE/4 of said Section to the well in the event the well is completed in the Lovington Paddock and to dedicate the E/2SE/4 of said section to the well in the event that it is completed in the West Noles Drinkard or the Casey-Strawn.

- 3. Applicant has sought to obtain the cooperation of all parties.
- 4. In order to obtain their just and equitable share of the production underlying the above lands, Applicant needs an order pooling the mineral interest involved.
- 5. Those who have not consented to join in the drilling of the well, with their addresses, to the best of applicant's information and belief, are as follows: 40-

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| | Moncor Bank as Trustee for W. T. Reed P. O. Box 70 Hobbs, New Mexico 88240 | 1.25% |
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1104 California
Socorro, New Mexico 87801

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Felmont Oil Corporation ? .065
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TXO Production Corporation

Karen Aubrey

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