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August 27, 1985

Oil Conservation Division
27

Mr. Michael E. Stogner
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

RECEIVED

"Hand Delivered"

Re: Wilton Scott Application
NMOCD Case 8678

Dear Mr. Stogner:

On May 8, 1985, Examiner Quintana heard evidence in Division Case 8595 upon which 80-acre spacing was established for the Northeast Caudill-Wolfcamp Pool. On August 14, 1985, you heard testimony in Case 8678 from Mr. Scott and his engineer concerning that spacing for the same pool.

At the end of testimony on August 14, 1985, on behalf of APC Operating Partnership, you granted me the opportunity to put on any rebuttal testimony at the hearing to be held on August 28, 1985.

On behalf of APC Operating Partnership I wish to inform you that we waive the opportunity to submit rebuttal testimony in this case. Accordingly, as you have requested, please find enclosed our proposed order for entry in the Scott case.

Very truly yours,


W. Thomas Kellahin

WTK:ca
Enc.

cc: APC Operating Partnership
One United Bank West
1700 Lincoln Street, Suite 4900
Denver, Colorado 80203-4549

Ernest L. Padilla, Esq.
200 W. Marcy, Suite 212
Santa Fe, New Mexico 87501

"Hand Delivered"

KELLAHIN and KELLAHIN

Mr. Michael E. Stogner
August 27, 1985
Page 2

cc: William F. Carr, Esq.
Campbell & Black
P. O. Box 2208
Santa Fe, New Mexico 87501



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

TONY ANAYA
GOVERNOR

October 15, 1985

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

Mr. Ernest L. Padilla
Attorney at Law
P. O. Box 2523
Santa Fe, New Mexico 87502

Re: CASE NO. 3678
ORDER NO. R-7983-B

Applicant:

Wilton Scott

Dear Sir:

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Sincerely,

R. L. STAMETS
Director

RLS/fd

Copy of order also sent to:

Hobbs OCD X
Artesia OCD X
Aztec OCD

Other William F. Carr, Thomas Kellahin

ERNEST L. PADILLA
ATTORNEY AND COUNSELOR AT LAW

200 W. Marcy, Suite 212
First Northern Plaza
P.O. Box 2523
Santa Fe, New Mexico 87501
(505) 988-7577

Case 8628

August 2, 1985

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AUG 2 1985

OIL CONSERVATION DIVISION

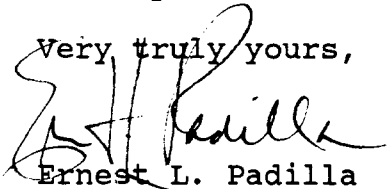
Richard L. Stamets, Director
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87501

Dear Mr. Stamets:

Enclosed is the application, in triplicate, of Wilton Scott for setting aside and vacating Order R-7983, which has already been set for hearing on August 14, 1985.

Thank you.

Very truly yours,


Ernest L. Padilla

Enclosures

cc: Wilton Scott

ELP/jd

PADILLA & SNYDER

ATTORNEYS AT LAW
200 W. MARCY, SUITE 212
P.O. BOX 2523
SANTA FE, NEW MEXICO 87504
(505) 988-7577

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OCT 17 1985

OIL CONSERVATION DIVISION

October 15, 1985

HAND-DELIVERY

Mr. Richard Stamets, Director
New Mexico Oil Conservation Division
State Land Office Building
Santa Fe, New Mexico 87501

*Signed 10/15/85
BZL*

Re: Application of Wilton Scott, Case No. 8678

Dear Mr. Stamets:

On August 14, and 28, 1985 the above-referenced application was heard before the Oil Conservation Division. On August 14, we presented the main portion of our case and on August 28, Apache Corporation and Union Texas Petroleum were given an opportunity to present rebuttal testimony to our main case. Apache and Union Texas on August 28, preferred not to submit any testimony. Our side presented a small amount of additional testimony and thereafter closing arguments were accepted by Mr. Stogner in the case. On or by August 28, both sides had also tendered their proposed Orders to Mr. Stogner for his consideration.

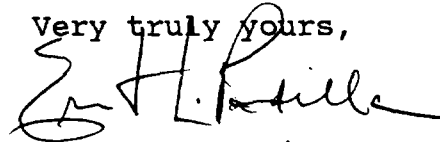
Following the August 14th hearing and the August 28th hearing, both sides asked Mr. Stogner for an expeditious Order for reasons pertinent to each side. Mr. Scott's reason for asking for an expeditious Order was that he is dealing with an expiring lease. In order to formulate drilling plans, Mr. Scott needs some lead time in order to be able to plan things in an orderly fashion.

While it is not my custom or practice to attempt to secure Orders from your division outside of their normal channels, I must request, in this instance, that you look into the reasons for delay in the issuance of an Order in this case. Without an Order, we are simply at a loss in trying to evaluate our legal and development options both from the standpoint of further administrative proceedings and current litigation which is pending between these parties and other parties in the district court in Lovington, New Mexico. Needless to say, my client has a substantial investment in the lands and leases involved in this case.

October 15, 1985

Finally, I would appreciate anything that you can do concerning the issuance of an Order in this case. On the other hand, if there is some additional information or assistance that I can supply, please do not hesitate to call on me. Thank you very much.

Very truly yours,

A handwritten signature in dark ink, appearing to read "Ernest L. Padilla". The signature is fluid and cursive, with the first name "Ernest" and last name "Padilla" being the most legible parts.

Ernest L. Padilla

ELP:njp

cc: Wilton Scott
Tom Simons, Esq.
Michael Stogner
W. Thomas Kellahin, Esq.
William F. Carr, Esq.

1 STATE OF NEW MEXICO
2 ENERGY AND MINERALS DEPARTMENT
3 OIL CONSERVATION DIVISION
4 STATE LAND OFFICE BLDG.
5 SANTA FE, NEW MEXICO

6 9 May 1984

7 EXAMINER HEARING

8 IN THE MATTER OF:

9 Application of Robert M. Edsel, Inc. CASE
10 for directional drilling, non- 8070
11 standard proration unit, creation
12 of a new oil pool and special pool
13 rules, Lea County, New Mexico.

14 BEFORE: Richard L. Stamets, Examiner

15 TRANSCRIPT OF HEARING

16
17 A P P E A R A N C E S

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19
20 For the Oil Conservation
21 Division:

W. Perry Pearce
Attorney at Law
Legal Counsel to the Division
State Land Office Bldg.
Santa Fe, New Mexico 87501

22
23 For the Applicant:
24
25

1
2 MR. STAMETS: We'll call next
3 Case 8070.

4 MR. PEARCE: That case is in
5 the matter of the application of Robert N. Edsel, Inc. for
6 directional drilling. non-standard proration unit, creation
7 of a new oil pool, and special spool rules, Lea County, New
8 Mexico.

9 Mr. Examiner, applicant has
10 requested that this case be dismissed.

11 MR. STAMETS: The case will be
12 dismissed.

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15 (Hearing concluded.)
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C E R T I F I C A T E

I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that the foregoing Transcript of Hearing before the Oil Conservation Division was reported by me; that the said transcript is a full, true, and correct record of the hearing, prepared by me to the best of my ability.

Sally W. Boyd CSR

I do hereby certify that the foregoing is
a correct and true copy of the transcript
of the hearing held on the 12th day of
January, 1964, at the Oil Conservation
Division, Houston, Texas.

Exhibit