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Santa Fé, New Mexico 87504-2265
September 6, 1988

RECEIVED

SEP 6 1988

William J. LeMay
Director
Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87504-2088

OIL CONSERVATION DIVISION

Re: Sun Exploration & Production Company

Case 9493

Dear Mr. LeMay:

Enclosed is an Application for Compulsory Pooling which we are filing on behalf of Nassau Resources. Please set this matter for hearing on September 28, 1988.

We are sending you a copy of this letter and the Application by certified mail to the owner(s) of the uncommitted 50% working interest as required by Rule 1207(a)3. The working interest owner(s) is hereby notified that he/she may contact the division or the undersigned for additional information, and that he/she will have the opportunity to present evidence in support of or against the application on September 28, 1988.

Sincerely,


Karen Aubrey

KA:sm
Enclosure

cc: Jeffery R. Maisch
Mobil Oil Corporation
P.O. Box 5444
Denver, Colorado 80217

Kent Craig
Nassau Resources
650 S. Cherry Street
Suite 1225
Denver, Colorado 80222

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

RECEIVED

SEP 6 1961

OIL CONSERVATION DIVISION

IN THE MATTER OF THE
APPLICATION OF NASSAU RESOURCES
FOR COMPULSORY POOLING,
RIO ARRIBA COUNTY, NEW MEXICO

CASE NO. 9493

APPLICATION

COMES NOW, NASSAU RESOURCES and applies to the Oil Conservation Division of the State of New Mexico for an order pooling all mineral interests from the surface to 7900 feet (West Puerto Chiquito Mancos Pool) underlying Section 34, T24N, R1W, Rio Arriba County, New Mexico for the formation of a proration and spacing unit to be dedicated to said well and in support thereof would show the Commission:

1. Applicant is the owner of the right to drill and develop Section 34, T24N, R1W, Rio Arriba County, New Mexico.

2. Applicant proposes to drill its Cutting Edge #34-10 well at a standard location and to dedicate said Section to the well.

3. Applicant has sought to obtain the cooperation and 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 to the best of Applicant's knowledge and belief are as follows:

Mobil Oil Corporation
P. O. Box 5444
Denver, Colorado 80217
Attn: Jeffrey R. Maisch

The foregoing interest totals a fifty percent (50%) working interest.

6. The party named in paragraph 5 above has been furnished a copy of this Application.

WHEREFORE, Applicant requests that this matter be set for hearing before the Division's duly appointed Examiner, and that, after notice and hearing, the applictaion be granted as requested. Applicant further prays that it be named operator of said Well, and that the Order make provision for Applicant to recover, out of production, its costs of drilling the subject well, completing and equipping it, all costs of operation, including costs of supervision

and a risk factor in the amount of two hundred percent (200%) for the drilling of the Well and for such other and further relief as may be appropriate.

Respectfully submitted,

KELLAHIN, KELLAHIN & AUBREY
Post Office Box 2265
Santa Fe, New Mexico 87504
(505) 982-4285

By Karen Aubrey
Karen Aubrey

CERTIFICATE OF SERVICE

I hereby certify that I caused a true and correct copy of the foregoing Application to be mailed to:

Mobil Oil Corporation
P. O. Box 5444
Denver, Colorado 80217
Attn: Jeffrey R. Maisch

by certified mail, return receipt requested on the 6th
day of September, 1988.

Marsha L. Butler