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Amoco Production Company

Denver Region
1670 Broadway
P.O. Box 800
Denver, Colorado 80201
303-830-4040

September 29, 1988

Mr. William J. Lemay, Director
New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, NM 87504-2088

Case 9517

File: NWA-434-986.511

Dear Mr. Lemay

Application for Compulsory Pooling
Section 3, T26N-R2W
Gavilan-Mancos Oil Pool
Rio Arriba County, New Mexico

Amoco Production Company hereby makes application for an order from the New Mexico Oil Conservation Division pooling all mineral interests in the Gavilan-Mancos Oil Pool underlying Section 3, T26N-R2W, Rio Arriba County, New Mexico, forming a standard 640-acre oil spacing and proration unit. This proration unit will be dedicated to the Simmons Federal Com. Well No. 1 to be located 1,750 feet FNL and 2,200 feet FWL (SE NW) Section 3, T26N-R2W.

Applicant further seeks: a 200 percent penalty to be assessed against all nonconsenting working interest owners as a charge for risk involved in the drilling of said well in addition to the actual costs of drilling and completing; and \$3,222.00 per month while drilling and \$401.00 per month while producing, to be fixed as reasonable overhead charges. Applicant also requests that Amoco Production Company be named as operator of said well.

We respectfully request this matter to be set for hearing on the October 26, 1988 docket.

The names and addresses of the affected owners in this pooling application are listed on the attached sheet and shall receive a copy of this application by certified mail, return receipt requested.

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These parties may appear at the hearing and present testimony. Their failure to appear at the hearing and become a party of record may preclude them from challenging this matter at a later date.

Sincerely,



J. W. Hawkins

JWH/mla

Attachment

cc:

T. D. Autry - Building

K. J. Lund - Building

Affected Owners (see attached list)

LTR092

AFFECTED OWNERS

Voluntarily Committed Interest
Owners (Executed AFE and JOA)

Dugan Production Company
P. O. Box 208
Farmington, NM 87499
Attention: Richard Corcoran

Roberts and Murphy, Inc.
P. O. Box 7125
Shreveport, LA 71107
Attention: Brad Cummings

Hixon Development Company
P. O. Box 2810
Farmington, NM 87499
Attention: Charley Foster

Kindermac Partners
c/o Jerope P. McHugh & Assoc.
650 South Cherry St.
Denver, CO 80222
Attention: Kent Craig

Refused to Voluntarily Commit

Southland Royalty Co. and
Meridian Oil Inc.
P. O. Box 4289
Farmington, NM 87499
Attention: Van L. Goebel

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