

CASE 7346: CIBOLA ENERGY CORPORATION  
FOR COMPULSORY POOLING, CHAVES COUNTY,  
NEW MEXICO

*Handwritten signature or mark*

Case No.

7346

Application  
Transcripts.

Small Exhibits

ETC



STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

October 1, 1981

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87501  
(505) 827-7134

Mr. William F. Carr  
Campbell, Byrd & Black  
Attorneys at Law  
Post Office Box 2208  
Santa Fe, New Mexico

Re: CASE NO. 7346  
ORDER NO. R-6785

**Applicant:**

Cibola Energy Corporation

**Dear Sir:**

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

Yours very truly,

JOE D. RAMEY  
Director

JDR/fd

Copy of order also sent to:

Hobbs OCD x  
Artesia OCD x  
Aztec OCD

**Other**

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
DIVISION FOR THE PURPOSE OF  
CONSIDERING:

CASE NO. 7346  
Order No. R-6785

APPLICATION OF CIBOLA ENERGY  
CORPORATION FOR COMPULSORY  
POOLING, CHAVES COUNTY, NEW  
MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on September 9,  
1981, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 30th day of September, 1981, the Division  
Director, having considered the record and the recommendations  
of the Examiner, and being fully advised in the premises,

FINDS:

That the applicant's request for dismissal should be  
granted.

IT IS THEREFORE ORDERED:

That Case No. 7346 is hereby dismissed.

DONE at Santa Fe, New Mexico, on the day and year herein-  
before designated.

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

  
JOE D. RAMEY  
Director

S  
fd/

CAMPBELL, BYRD & BLACK, P.A.  
LAWYERS

JACK M. CAMPBELL  
HARL D. BYRD  
BRUCE D. BLACK  
MICHAEL B. CAMPBELL  
WILLIAM F. CARR  
BRADFORD C. SERGE  
WILLIAM G. WARDLE

JEFFERSON PLACE  
SUITE 1 - 110 NORTH GUADALUPE  
POST OFFICE BOX 2208  
SANTA FE, NEW MEXICO 87501  
TELEPHONE: (505) 988-4421  
TELECOPIER: (505) 983-5043

September 8, 1981

Mr. Joe D. Ramey  
Division Director  
Oil Conservation Division  
New Mexico Department of  
Energy & Minerals  
Post Office Box 2088  
Santa Fe, New Mexico 87501

HAND DELIVERED

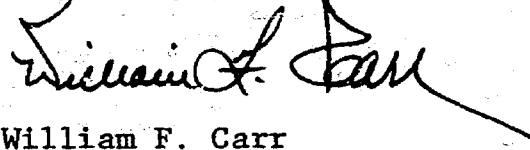
Re: Case 7346: Application of Cibola Energy Corporation  
for Compulsory Pooling, Chaves County, New Mexico

Dear Mr. Ramey:

Cibola Energy Corporation hereby requests that the above-referenced case scheduled for hearing on September 9, 1981, be dismissed.

Your attention to this request is appreciated.

Very truly yours,

  
William F. Carr

WFC:lr

cc: Mr. Tom Jennings

Docket No. 27-81

Dockets Nos. 29-81 and 30-81 are tentatively set for September 23 and October 7, 1981. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - SEPTEMBER 9, 1981

9 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROOM  
STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Daniel S. Nutter, Examiner, or Richard L. Stamets, Alternate Examiner:

- CASE 7341: Application of Superior Oil Company for downhole commingling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of South Carlsbad Strawn and Morrow production in the wellbore of its Collatt State Cor. Well No. 1 located in Unit J of Section 1, Township 23 South, Range 26 East.
- CASE 7342: Application of Arco Oil and Gas Company for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Blinebry and Drinkard production in the wellbore of its State 367 Well No. 2 located in Unit L of Section 36 and its Koy Barton Well No. 2 located in Unit B of Section 23, both in Township 21 South, Range 37 East.
- CASE 7343: Application of Caribou Four Corners, Inc. for compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Cha Cha Gallup - Oil Pool underlying the E/2 NW/4 of Section 18, Township 29 North, Range 14 West, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.
- CASE 7344: Application of Read & Stevens, Inc. for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Morrow formation underlying the W/2 of Section 19, Township 23 South, Range 28 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.
- CASE 7345: Application of Bass Enterprises Production Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Lovington Penn Pool underlying the N/2 NE/4 of Section 13, Township 16 South, Range 36 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.
- CASE 7346: Application of Cibola Energy Corporation for compulsory pooling, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp through Devonian formations underlying the W/2 of Section 19, Township 10 South, Range 29 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.
- CASE 7347: Application of Tenneco Oil Company for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a well to be drilled 660 feet from the South Line and 860 feet from the West Line of Section 20, Township 16 South, Range 34 East, Kemnitz-Morrow Gas Pool, the W/2 of said Section 20 to be dedicated to the well.

- CASE 7348:** Application of Apollo Oil Company for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Abo formation in the interval from 8834 feet to 8968 feet in its Lovington State 9 Well No. 2 in Unit N of Section 9, Township 17 South, Range 37 East, Midway-Abo Pool.
- CASE 7349:** Application of Apollo Oil Company for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Bough C Formation in the interval from 9645 feet to 9654 feet in its Jack Markham Well No. 2 in Unit P of Section 11, Township 9 South, Range 35 East, Bough-Permo Pennsylvanian Pool.
- CASE 7350:** Application of Conoco, Inc. for salt water disposal, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Cisco formation in the interval from 8144 feet to 8160 feet in its Levars Federal Well No. 2 in Unit R of Section 2, Township 20 South, Range 25 East, Springs-Upper Penn Gas Pool.
- CASE 7351:** Application of Mid-America Petroleum, Inc. for compulsory pooling and the rescission of Order No. R-6722, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formations underlying the W/2 of Section 12, Township 23 South, Range 34 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well. Applicant further seeks rescission of Order No. R-6722 which approved an unorthodox location for the subject well based on dedication of the S/2 of said Section 12.
- CASE 7352:** Application of Yates Petroleum Corporation for designation of a tight formation, Eddy County, New Mexico. Applicant, in the above-styled cause, pursuant to Section 107 of the Natural Gas Policy Act 18 - CFR Section 271.701-705, seeks the designation as a tight formation of the Permo-Penn and formation underlying all of the following townships:

Township 17 South, Ranges 24 thru 26 East;

18 South, 24 and 25 East;

19 South, 23 thru 25 East;

20 South, 21 thru 24 East;

20 1/2 South, 21 and 22 East;

21 South, 21 and 22 East;

Also Sections 1 thru 12 in 22 South, 21 and 22 East,

All of the above containing a total of 315,000 acres more or less.

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Docket No. 28-91

DOCKET: EXAMINER HEARING - WEDNESDAY - SEPTEMBER 16, 1981

9 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROOM  
STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Richard L. Stamets, Examiner, or Daniel S. Nutter, Alternate Examiner:

- ALLOWABLE:** (1) Consideration of the allowable production of gas for October, 1981, from fifteen prorated pools in Lea, Eddy, and Chaves Counties, New Mexico.
- (2) Consideration of the allowable production of gas for October, 1981, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION  
STATE LAND OFFICE BLDG.  
SANTA FE, NEW MEXICO  
9 September 1981

EXAMINER HEARING

IN THE MATTER OF:

Application of Cibola Energy  
Corporation for compulsory pooling,  
Chaves County, New Mexico.

CASE  
7346

BEFORE: Daniel S. Nutter

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation  
Division:

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

For the Applicant:



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MR. NUTTER: We'll call next Case Number 7346.

MR. PEARCE: Application of Cibola Energy Corporation for compulsory pooling, Chaves County, New Mexico.

MR. NUTTER: Applicant has requested dismissal.

Case Number 7346 will be dismissed.

(Hearing concluded.)

## CERTIFICATE

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

SALLY W. BOYD, C.S.R.

Rt. 1 Box 193-B

Santa Fe, New Mexico 87501

Phone (505) 455-7409

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 7346 heard by me on 9/9 1981.  
[Signature], Examiner  
Oil Conservation Division

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION  
STATE LAND OFFICE BLDG.  
SANTA FE, NEW MEXICO  
9 September 1981

EXAMINER HEARING

IN THE MATTER OF:

Application of Cibola Energy  
Corporation for compulsory pooling,  
Chaves County, New Mexico.

CASE

7346

BEFORE: Daniel S. Nutter

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation  
Division:

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

For the Applicant:

1  
2  
3 MR. NUTTER: We'll call next Case Number  
4 7346.

5 MR. PEARCE: Application of Cibola  
6 Energy Corporation for compulsory pooling, Chaves County,  
7 New Mexico.

8 MR. NUTTER: Applicant has requested  
9 dismissal.

10 Case Number 7346 will be dismissed.

11 (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 complete record of the proceedings in the Examiner hearing of Case No. \_\_\_\_\_ heard by me on \_\_\_\_\_ 19\_\_\_\_.

\_\_\_\_\_, Examiner

Oil Conservation Division

SALLY W. BOYD, C.S.R.

Rt. 1 Box 193-B

Santa Fe, New Mexico 87501

Phone (505) 455-7409

CAMPBELL, BYRD & BLACK, P.A.  
LAWYERS

JACK M. CAMPBELL  
HARL D. BYRD  
BRUCE D. BLACK  
MICHAEL B. CAMPBELL  
WILLIAM F. CARR  
BRADFORD C. BERGE  
WILLIAM G. WARDLE

JEFFERSON PLACE  
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POST OFFICE BOX 2208  
SANTA FE, NEW MEXICO 87501  
TELEPHONE: (505) 988-4421  
TELECOPIER: (505) 983-6043

August 19, 1981

*Rec'd*  
*8/19*

*Chen*

*Case 7346*

Mr. Joe D. Ramey  
Division Director  
Oil Conservation Division  
New Mexico Department of  
Energy and Minerals  
Post Office Box 2088  
Santa Fe, New Mexico 87501

Re: Amended Application of Cibola Energy Corporation  
for Compulsory Pooling, Chaves County, New Mexico

Dear Mr. Ramey:

Enclosed in triplicate is the amended application of Cibola Energy Corporation in the above-referenced matter.

The applicant requests that this matter be included on the docket for the examiner hearing scheduled to be held on September 9, 1981.

Very truly yours,

*William F. Carr*

William F. Carr

WFC:lr

Enclosures

cc: Mr. Tom Jennings

BEFORE THE  
OIL CONSERVATION DIVISION  
NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

IN THE MATTER OF THE APPLICATION  
OF CIBOLA ENERGY CORPORATION FOR  
COMPULSORY POOLING, CHAVES COUNTY,  
NEW MEXICO.

CASE 7346

AMENDED APPLICATION

Comes now CIBOLA ENERGY CORPORATION, by and through its undersigned attorneys and, as provided by Section 70-2-17, New Mexico Statutes Annotated, 1978 Compilation, hereby makes application for an Order pooling all of the mineral interests from the surface down, through and including the Devonian formation in and under Lots 1, 2, 3, 4 and the E/2 W/2 of Section 19, Township 10 South, Range 29 East, N.M.P.M., Chaves County, New Mexico, and in support thereof would show the Division:

1. Applicant is the owner of 94.53% of the working interest in and under Lots 1, 2, 3, 4 and the E/2 W/2 of Section 19 (containing approximately 318.42 acres), and applicant has the right to drill thereon.

2. Applicant proposes to dedicate the above-referenced pooled unit to its Elenore No. 1 Well to be drilled at an orthodox location <sup>1980</sup> ~~660~~ feet from the South <sup>in 660 from the west</sup> and West lines of said Section 19.   
*amended*  
*W.F. Carr 8/20*

3. Applicant has sought and obtained either voluntary agreement for pooling or farmout from all other working interest owners in the proposed pooled unit except the following:

Santa Rita Exploration Corporation

5.47% WI

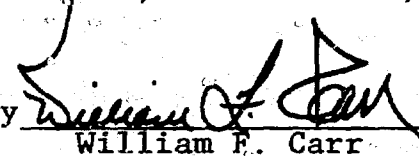
4. Said pooling of interest and well completion will avoid the drilling of unnecessary wells, will prevent waste and will protect correlative rights.

5. In order to permit the applicant to obtain its just and fair share of the oil and gas underlying the subject lands, the mineral interests should be pooled and applicant should be designated the operator of the well to be drilled.

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 land, including provisions designating the applicant as operator of the well, providing for applicant to recover its costs of drilling, equipping and completing the well, its costs of supervision while drilling, and after completion, including overhead charges, and assessing a risk factor for the risk assumed by the applicant in drilling, completing and equipping the well, and making such other and further provisions as may be proper in the premises.

Respectfully submitted,  
CAMPBELL, BYRD & BLACK, P.A.

By

  
William F. Carr  
Post Office Box 2208  
Santa Fe, New Mexico 87501  
Attorneys for Applicant



BEFORE THE  
OIL CONSERVATION DIVISION  
NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

IN THE MATTER OF THE APPLICATION  
OF CIBOLA ENERGY CORPORATION FOR  
COMPULSORY POOLING, CHAVES COUNTY,  
NEW MEXICO.

CASE 7346

AMENDED APPLICATION

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1. Applicant is the owner of 94.53% of the working interest in and under Lots 1, 2, 3, 4 and the E/2 W/2 of Section 19 (containing approximately 318.42 acres), and applicant has the right to drill thereon.
2. Applicant proposes to dedicate the above-referenced pooled unit to its Elenore No. 1 Well to be drilled at an orthodox location <sup>1980</sup> ~~650~~ feet from the South <sup>660 from the</sup> and West lines of said Section 19.
3. Applicant has sought and obtained either voluntary agreement for pooling or farmout from all other working interest owners in the proposed pooled unit except the following:

Santa Rita Exploration Corporation

5.47% WI

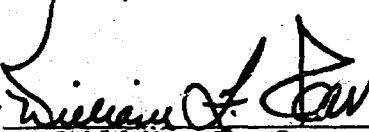
4. Said pooling of interest and well completion will avoid the drilling of unnecessary wells, will prevent waste and will protect correlative rights..

5. In order to permit the applicant to obtain its just and fair share of the oil and gas underlying the subject lands, the mineral interests should be pooled and applicant should be designated the operator of the well to be drilled.

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 land, including provisions designating the applicant as operator of the well, providing for applicant to recover its costs of drilling, equipping and completing the well, its costs of supervision while drilling, and after completion, including overhead charges, and assessing a risk factor for the risk assumed by the applicant in drilling, completing and equipping the well, and making such other and further provisions as may be proper in the premises.

Respectfully submitted,  
CAMPBELL, BYRD & BLACK, P.A.

By

  
William F. Carr  
Post Office Box 2208  
Santa Fe, New Mexico 87501  
Attorneys for Applicant

BEFORE THE  
OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

IN THE MATTER OF THE APPLICATION  
OF CIBOLA ENERGY CORPORATION FOR  
COMPULSORY POOLING, CHAVES COUNTY,  
NEW MEXICO.

CASE 7346

AMENDED APPLICATION

Comes now CIBOLA ENERGY CORPORATION, by and through its undersigned attorneys and, as provided by Section 70-2-17, New Mexico Statutes Annotated, 1978 Compilation, hereby makes application for an Order pooling all of the mineral interests from the surface down, through and including the Devonian formation in and under Lots 1, 2, 3, 4 and the E/2 W/2 of Section 19, Township 10 South, Range 29 East, N.M.P.M., Chaves County, New Mexico, and in support thereof would show the Division:

1. Applicant is the owner of 94.53% of the working interest in and under Lots 1, 2, 3, 4 and the E/2 W/2 of Section 19 (containing approximately 318.42 acres), and applicant has the right to drill thereon.
2. Applicant proposes to dedicate the above-referenced pooled unit to its Elenore No. 1 Well to be drilled at an orthodox location <sup>1980</sup> ~~660~~ feet from the South <sup>660 from the</sup> and West lines of said Section 19.
3. Applicant has sought and obtained either voluntary agreement for pooling or farmout from all other working interest owners in the proposed pooled unit except the following:

Santa Rita Exploration Corporation

5.47% WI

4. Said pooling of interest and well completion will avoid the drilling of unnecessary wells, will prevent waste and will protect correlative rights.

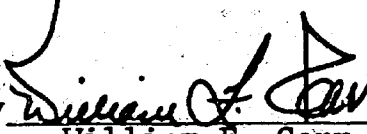
5. In order to permit the applicant to obtain its just and fair share of the oil and gas underlying the subject lands, the mineral interests should be pooled and applicant should be designated the operator of the well to be drilled.

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 land, including provisions designating the applicant as operator of the well, providing for applicant to recover its costs of drilling, equipping and completing the well, its costs of supervision while drilling, and after completion, including overhead charges, and assessing a risk factor for the risk assumed by the applicant in drilling, completing and equipping the well, and making such other and further provisions as may be proper in the premises.

Respectfully submitted,

CAMPBELL, BYRD & BLACK, P.A.

By

  
William F. Carr  
Post Office Box 2208  
Santa Fe, New Mexico 87501  
Attorneys for Applicant

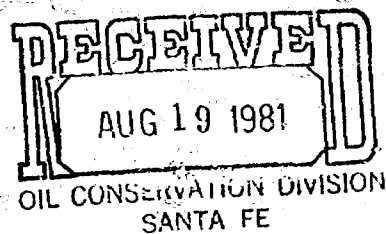
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LAWYERS

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August 19, 1981

Mr. Joe D. Ramey  
Division Director  
Oil Conservation Division  
New Mexico Department of  
Energy and Minerals  
Post Office Box 2088  
Santa Fe, New Mexico 87501



Re: Application of Cibola Energy Corporation for  
Compulsory Pooling, Chaves County, New Mexico

Dear Mr. Ramey:

Enclosed in triplicate is the application of Cibola Energy Corporation in the above-referenced matter.

The applicant requests that this matter be included on the docket for the examiner hearing scheduled to be held on September 9, 1981.

Very truly yours,

A handwritten signature in dark ink, appearing to read "William F. Carr".

William F. Carr

WFC:lr

Enclosures

cc: Mr. Tom Jennings

BEFORE THE  
OIL CONSERVATION DIVISION  
NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS  
AUG 19 1981  
OIL CONSERVATION DIVISION  
SANTA FE

IN THE MATTER OF THE APPLICATION  
OF CIBOLA ENERGY CORPORATION FOR  
COMPULSORY POOLING, CHAVES COUNTY,  
NEW MEXICO.

CASE \_\_\_\_\_

APPLICATION

Comes now CIBOLA ENERGY CORPORATION, by and through its undersigned attorneys and, as provided by Section 70-2-17, New Mexico Statutes Annotated, 1978 Compilation, hereby makes application for an Order pooling all of the mineral interests from the surface down, through and including the Devonian formation in and under Lots 1, 2, 3, 4 and the E/2 W/2 of Section 19, Township 10 South, Range 29 East, N.M.P.M., Chaves County, New Mexico, and in support thereof would show the Division:

1. Applicant is the owner of 82.03% of the working interest in and under Lots 1, 2, 3, 4 and the E/2 W/2 of Section 19 (containing approximately 318.42 acres), and applicant has the right to drill thereon.
2. Applicant proposes to dedicate the above-referenced pooled unit to its Elenore No. 1 Well to be drilled at an orthodox location 660 feet from the South and West lines of said Section 19.
3. Applicant has sought and obtained either voluntary agreement for pooling or farmout from all other working interest owners in the proposed pooled unit except the following:

*amended -  
see appl recd 8/19*

Santa Rita Exploration Corporation 5.47% WI

Tenneco Oil Company 12.5% WI

4. Said pooling of interest and well completion will avoid the drilling of unnecessary wells, will prevent waste and will protect correlative rights.

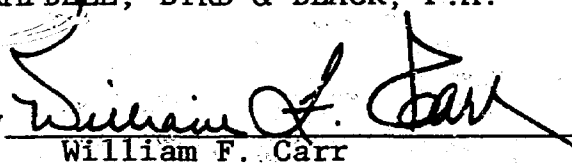
5. In order to permit the applicant to obtain its just and fair share of the oil and gas underlying the subject lands, the mineral interests should be pooled and applicant should be designated the operator of the well to be drilled.

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 land, including provisions designating the applicant as operator of the well, providing for applicant to recover its costs of drilling, equipping and completing the well, its costs of supervision while drilling, and after completion, including overhead charges, and assessing a risk factor for the risk assumed by the applicant in drilling, completing and equipping the well, and making such other and further provisions as may be proper in the premises.

Respectfully submitted,

CAMPBELL, BYRD & BLACK, P.A.

By

  
William F. Carr  
Post Office Box 2208  
Santa Fe, New Mexico 87501  
Attorneys for Applicant

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
DIVISION FOR THE PURPOSE OF  
CONSIDERING:

CASE NO. 7346  
Order No. R-6785

APPLICATION OF CIBOLA ENERGY CORPORATION  
FOR COMPULSORY POOLING, CHAVES COUNTY,  
NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on September 9, 1981, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this day of September, 1981, the Division Director, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

That the applicant's request for dismissal should be granted.

IT IS THEREFORE ORDERED:

That Case No. 7346 is hereby dismissed.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

JOE D. RAMEY,  
Director