

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

**IN THE MATTER OF THE APPLICATION
OF MANZANO OIL CORPORATION FOR
COMPULSORY POOLING OF ALL MINERAL
INTERESTS FROM THE SURFACE TO THE
BASE OF THE STRAWN FORMATION
UNDERLYING THE S/2SE/4 SECTION 1,
TOWNSHIP 16 SOUTH, RANGE 36 EAST,
N.M.P.M., LEA COUNTY, NEW MEXICO**

Case No. 10441

NOTICE OF PARTIAL WITHDRAWAL OF APPLICATION

Applicant hereby serves notice that it is withdrawing the above styled application insofar as it seeks compulsory pooling of all mineral interests from the surface to the base of the Strawn formation underlying the S/2SE/4 Section 1, Township 16 South, Range 36 East, N.M.P.M., Lea County, New Mexico. Said application is not withdrawn insofar as it seeks approval of an unorthodox well location 1980' FEL and 330' FSL Section 1.

**PHIL BREWER
PAUL SNEAD**

By 

Phil Brewer

Attorneys for Applicant

OIL CONSERVATION DIVISION
RECEIVED
FEB 17 1992

PEGASUS PLACE, SUITE 2000
121 WEST THIRD STREET
POST OFFICE BOX 298
ROSWELL, N.M. 88202-0298

Phil Brewer
Paul Sneed

OIL CONSERVATION DIVISION
RECEIVED

92 JAN 21

TELEPHONE: 505-625-0298
FACSIMILE: 505-625-0299

ATTORNEYS & COUNSELORS

January 16, 1992

Case 10441

Oil Conservation Division
Energy, Minerals and Natural
Resources Department
310 Old Santa Fe Trail
Santa Fe, New Mexico 87501

Attn: Mr. Michael Stogner

Re: Application of Manzano Oil Corporation for Compulsory
Pooling and Unorthodox Location

Dear Mr. Stogner:

Enclosed is the application (in triplicate) of Manzano Oil Corporation for compulsory pooling of all mineral interests and for approval of an unorthodox well location for any and all formations and/or pools developed in and under the S/2SE/4 Section 1, Township 16 South, Range 36 East, N.M.P.M., Lea County, New Mexico, and for approval of an unorthodox well location at 330 FSL and 1980 FEL of said Section 1. As we discussed, this should be set for hearing on the Examiner's docket for February 6, 1992.

Also enclosed is an Affidavit (in triplicate) regarding the notice of such application.

Thank you for your assistance in this matter. Please let me know if anything else is needed.

Sincerely,

Debbie Cometti

Debbie Cometti

Paralegal to Phil Brewer

STATE OF NEW MEXICO
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Case No. 10441

AFFIDAVIT

STATE OF NEW MEXICO)
) ss.
COUNTY OF CHAVES)

Phil Brewer, attorney in fact and authorized representative of Manzano Oil Corporation, the Applicant herein, being first duly sworn, upon oath, states that the notice provisions of Rule 1207 of the New Mexico Oil Conservation Division have been complied with, that Applicant has caused to be conducted a good faith diligent effort to find the correct addresses of all interested persons entitled to receive notice as shown by Exhibit "A" attached hereto, and that pursuant to Rule 1207, notice has been given at the correct addresses provided by such rule.



PHIL BREWER

SUBSCRIBED AND SWORN to before me this 16th day of January, 1992.



Notary Public

My Commission Expires:

June 18, 1992

EXHIBIT "A"

**Bechtel Energy Partners, Ltd.
P.O. Box 4253
Houston, Texas 77210-4253**

**Bridge Oil Company, L.P.
P.O. Box 880269
Dallas, Texas 75388-0269**

**Kevin O. Butler
P.O. Box 1171
Midland, Texas 79702**

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TOWNSHIP 16 SOUTH, RANGE 36 EAST,
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Case No. 10441

APPLICATION

Manzano Oil Corporation, through its undersigned attorneys, hereby makes application for compulsory pooling of all mineral interests from the surface to the base of the Strawn formation, for any and all formations and/or pools developed on 80-acre spacing in and under the S/2SE/4 Section 1, Township 16 South, Range 36 East, N.M.P.M., Lea County, New Mexico, and for approval of an unorthodox well location, and in support thereof states:

1. Applicant is the owner of farmout rights covering 90% of the working interest in and under the S/2SE/4 Section 1 and proposes to drill a well at an unorthodox location located 330 feet from the South line and 1980 feet from the East line of said Section 1 to test the Strawn formation.
2. Applicant seeks an exception to the well location requirements of Division Rule 104 to permit the drilling of the well at the above-described unorthodox location to a depth to adequately test the Strawn formation.
3. Applicant proposes to dedicate a standard 80 acre spacing or proration unit to this well, all as above described. Applicant has sought and obtained either voluntary agreement for pooling or farmout from all other interest

owners in that proposed 80 acre unit except for Bechtel Energy Partners, Ltd., the owner of the remaining 10% working interest.

4. 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.

5. Approval of this application will be in the best interest of conservation, the prevention of waste and the protection of correlative rights.

WHEREFORE Applicant requests that this matter be set for hearing before a duly appointed Examiner of the Oil Conservation Division on February 6, 1992, and that after notice and hearing as required by law and the rules of the Division, the Division enter its order approving the unorthodox location and pooling the lands, including provisions 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 imposing a risk factor for the risk assumed by Applicant in drilling, completing and equipping the well, and making such other and further provisions as may be proper.

Respectfully submitted,

PHIL BREWER
PAUL SNEAD

By 

Phil Brewer
P.O. Box 298
Roswell, New Mexico 88202-0298
(505) 625-0298


Attorneys for Manzano Oil Corporation

STATE OF NEW MEXICO)

COUNTY OF CHAVES)

CERTIFICATION

The undersigned hereby certifies that the plat attached hereto contains true and correct information to the best of his knowledge and belief.


Ken Barbe, Vice-President
Manzano Oil Corporation

SUBSCRIBED AND SWORN TO before me this 16th day of January, 1992.

David P. Miller
Notary Public

My Commission Expires:

9-29-94

STATE OF NEW MEXICO)

) SS.

COUNTY OF CHAVES)

CERTIFICATION

The undersigned hereby certifies that the plat attached hereto contains true and correct information to the best of his knowledge and belief.

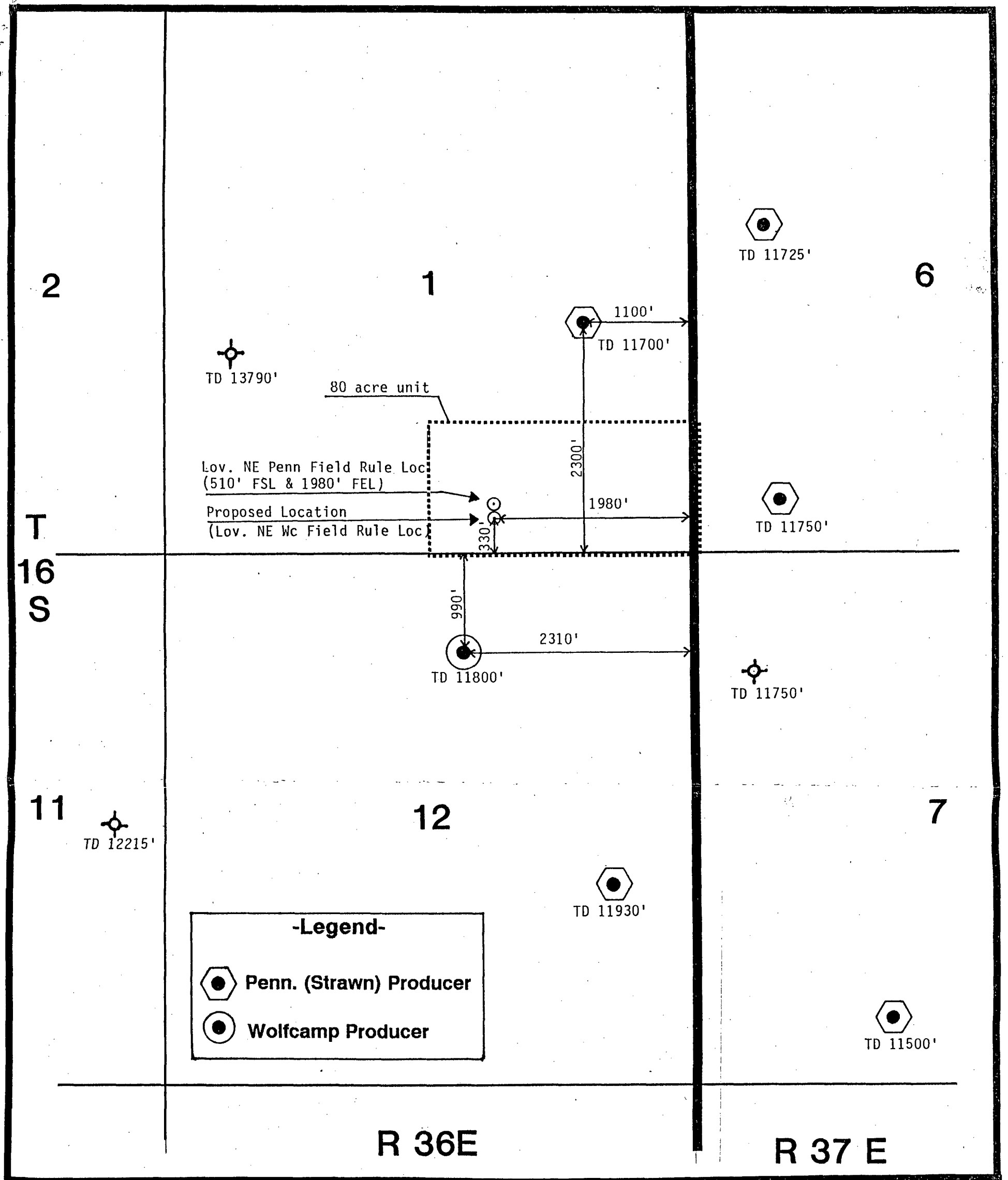
**Ken Barbe, Vice-President
Manzano Oil Corporation**

SUBSCRIBED AND SWORN TO before me this 16th day of January, 1992.

Notary Public

My Commission Expires:

9-29-94



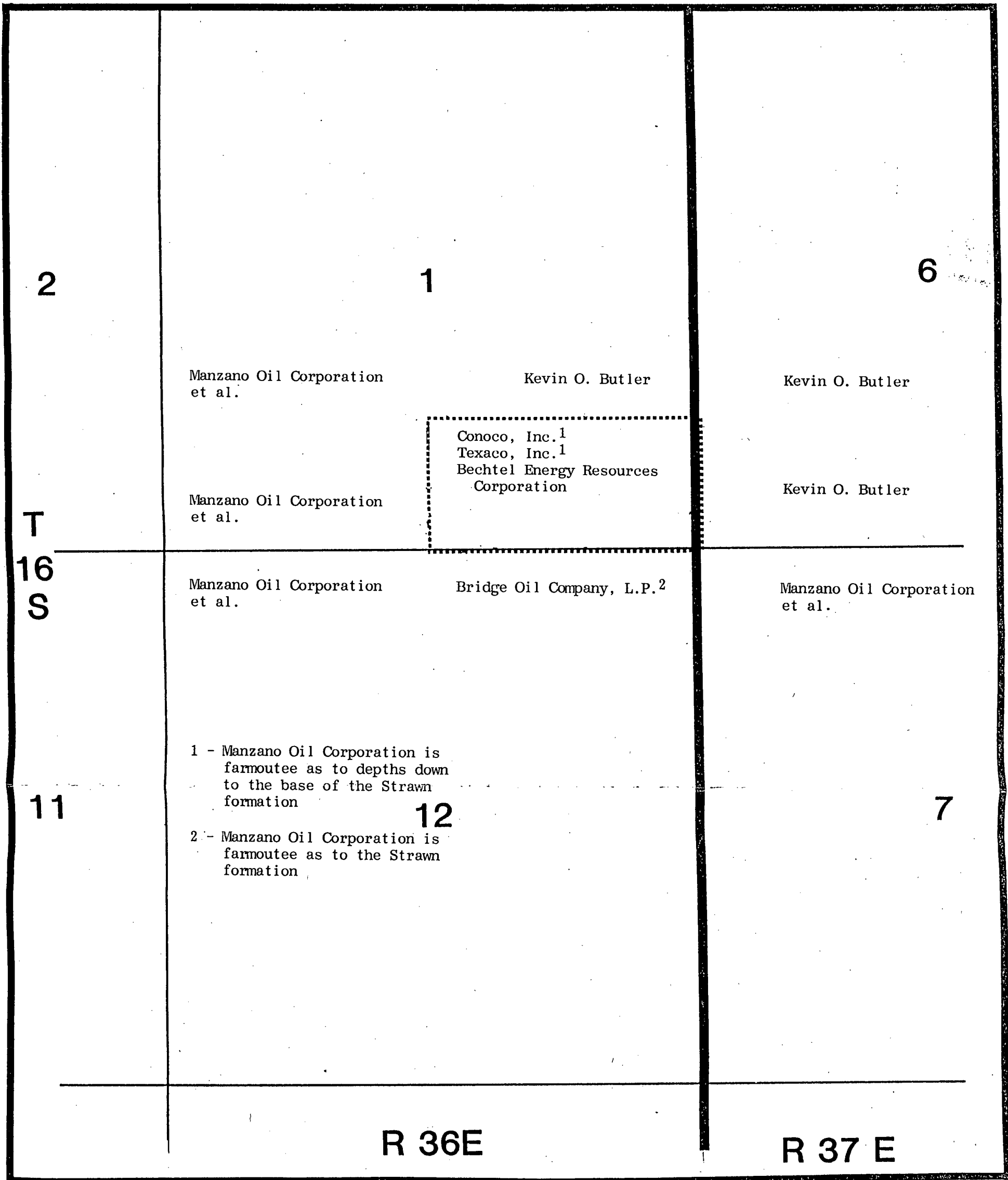
MANZANO OIL CORPORATION

**LOVINGTON NE. PENN FIELD
and
LOVINGTON NE. WOLFCAMP FIELD
Lea County, New Mexico**

APPLICATION FOR LOCATION EXCEPTION

**Proposed Location
330 ft. FSL and 1980 ft. FEL
Section 1, T-16-S, R-36-E**

Scale 1" = 1000'



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