

JASON W. KELLAHIN
W. THOMAS KELLAHIN
KAREN AUBREY

KELLAHIN and KELLAHIN
ATTORNEYS AT LAW
800 DON GASPAR AVENUE
P. O. BOX 1769
SANTA FE, NEW MEXICO 87501

TELEPHONE 982-4208
AREA CODE 505

January 9, 1979

Mr. Joe Ramey
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: HNG Oil Company

Dear Joe:

I would appreciate you setting the enclosed application
for hearing on January 31, 1979.

Very truly yours,

Tom Kellahin
W. Thomas Kellahin

WTK/ma

Enclosure

CC: Mr. Raymond Parker

*Placed in docket to:
see p 2 of
application*

JULY 19 1949

BEFORE THE
ENERGY AND MINERAL DEPARTMENT
STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION
OF HNG OIL COMPANY FOR COMPULSORY
POOLING, EDDY COUNTY, NEW MEXICO

Case 6431

A P P L I C A T I O N

Comes now HNG Oil Company and applies to the Oil Conservation Division of New Mexico for an order pooling all oil and gas mineral interests, whatever they may be, in the N/2 of Section ³⁵~~23~~, Township 23 South, Range 28 East, N.M.P.M., Eddy County, New Mexico, in the Pennsylvanian formation including but not limited to Morrow, Strawn and Atoka, underlying said tract, and in support thereof would show the Commission:

1. Applicant proposes to drill a well to the Pennsylvanian formation at an orthodox location 2310 feet from West line and 660 feet from the North line, dedicating the above-described 320 acre tract to the well.

2. Applicant has obtained leases, or participation in the drilling of the well from all interest owners in said 320 acre unit with the exception of the following persons, whose interest, names and addresses, to the best of applicant's information and belief, are as follows:

1.875 acre tract, designated as Farm Tract 664, located in the N/2 SW/4 SW/4 NW/4 of Section 23 Owned by heirs of Albert Larson, and by Olaf Enderud. Last known address, Caldwell, Kansas, no other address found.

5 acre tract known as Farm Tract 660, located in the N/2 SW/4 NW/4 NW/4 of Section 23

1 8 6 6
Owned by Heirs of Burt Schurr, last know address
Leroy, Kansas

Heirs of Albert Larson and Olaf Linderud believed
to be represented by Don B. Stallings, Attorney,
Stock Exchange Building, 103 South Main Street,
Caldwell, Kansas 67022

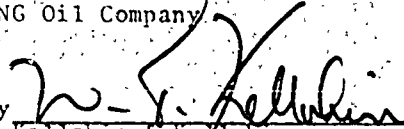
3. Applicant has made diligent effort to obtain the participation of said nonconsenting parties in the drilling of the proposed well, or, in the alternative, obtain a lease or farmout from them, but has been unable to do so.

WHEREFORE applicant prays the Division compulsory pool all of the mineral interests to the Pennsylvanian formation underlying the above tract, designating applicant as operator, and making provision in such order for applicant to recover out of production its costs of drilling, completing and equipping the proposed well, with costs of supervision while drilling, together with provisions for recovery of the costs of operation, including costs of supervision, upon completion of the well, and for a risk factor of 200% for the risk assumed in drilling the well, and for such other and further relief as proper.

Respectfully submitted,

ING Oil Company

By


Kellahin & Kellahin
P. O. Box 1769
Santa Fe, New Mexico 87501

ATTORNEYS FOR APPLICANT