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BEFORE THE
OIL CONSERVATION DIVISION
ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT

Oil Conservation Division

IN THE MATTER OF THE APPLICATION OF
ENSERCH EXPLORATION, INC. FOR COMPULSORY
POOLING, LEA COUNTY, NEW MEXICO

CASE NO. 11473

APPLICATION

Enserch Exploration, Inc., by its undersigned attorneys, Miller, Stratvert, Torgerson & Schlenker, P.A., hereby makes application pursuant to Section 70-2-17, N.M.S.A. (1978) for an order pooling all of the mineral interests from the surface to the base of the Delaware formation for any and all formations and/or pools developed on 40 acre spacing in and under the SW/4 NE/4 of Section 21, Township 25 South, Range 36 East, NMPM, Lea County, New Mexico, and in support thereof would show the Division:

1. Applicant owns certain working interests in and under the SW/4 NE/4 of Section 21, and Applicant has the right to drill thereon.

2. Applicant proposes to dedicate the above-referenced pooled unit to its Moberly "21" No. 1 well drilled at a standard location 1,980 feet from the north line and 1,980 feet from the east line (Unit G) of said Section 21.

3. Applicant has been unable to obtain voluntary agreement for pooling or farmout from all other interest owners in the SW/4 NE/4 of said Section 21.

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

5. In order to permit the Application 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.

WHEREFORE, Applicant prays that this application be set for hearing before a duly appointed examiner of the Oil Conservation Division on February 22, 1996, and that after notice and hearing as required by law, the Division enter its order 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 the Applicant in drilling, completing and equipping the well, and making such other and further provisions as may be proper in the premises.

MILLER, STRATVERT, TORGERSON &
SCHLENKER, P.A.

By



J. SCOTT HALL
Post Office Box 1986
Santa Fe, New Mexico 87504-1986
(505) 989-9614

ATTORNEYS FOR ENSERCH EXPLORATION, INC.