

				Mile Post 242 X ① 18.25
				② 18.75
				③ 19.25
				④ 19.75

COLORADO

19.75  
 19.25  
39.00  
 80  
119.00  
 160  
 279.00 acres

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# HINKLE, COX, EATON, COFFIELD & HENSLEY

ATTORNEYS AT LAW

500 MARQUETTE N.W., SUITE 740  
ALBUQUERQUE, NEW MEXICO 87102-2121  
(505) 768-1500  
FAX (505) 768-1529

LEWIS C. COX  
PAUL W. EATON  
CONRAD E. COFFIELD  
HAROLD L. HENSLEY JR.  
STUART D. SHANOR  
C. D. MARTIN

GREGORY J. NIBERT  
DAVID T. MARKETTE\*  
MARK C. DOW  
KAREN M. RICHARDSON\*

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GARY W. LARSON  
STEPHANIE LANDRY  
JERRY D. WORSHAM, II

OF COUNSEL  
O. M. CALHOUN  
MACK EASLEY  
JOE W. WOOD

CLARENCE E. HINKLE (1901-1985)  
W. E. BONDURANT, JR. (1913-1973)  
ROY C. SNODGRASS, JR. (1914-1987)

\*NOT LICENSED IN NEW MEXICO

700 UNITED BANK PLAZA  
POST OFFICE BOX 10  
ROSWELL, NEW MEXICO 88202  
(505) 622-6510  
FAX (505) 623-9332

2800 CLAYDESTA NATIONAL BANK BUILDING  
POST OFFICE BOX 3580  
MIDLAND, TEXAS 79702  
(915) 683-4691  
FAX (915) 683-6518

1700 TEXAS AMERICAN BANK BUILDING  
POST OFFICE BOX 9238  
AMARILLO, TEXAS 79105  
(806) 372-5569  
FAX (806) 372-9761

216 MONTEZUMA  
POST OFFICE BOX 2088  
SANTA FE, NEW MEXICO 87504  
(505) 982-4554

August 11, 1989

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AUG 14 1989

OIL CONSERVATION DIVISION

Case 9744

## FEDERAL EXPRESS

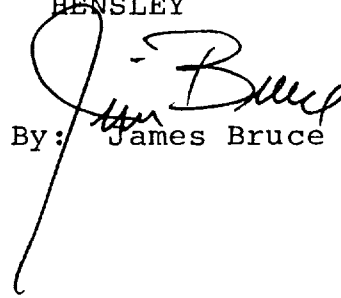
Ms. Florene Davidson  
New Mexico Oil Conservation  
Division  
310 Old Santa Fe Trail  
Room 206  
Santa Fe, New Mexico 87503

Dear Florene:

Enclosed are an original and two copies each of three separate amended applications by Richmond Petroleum Inc. The applications were previously filed under the name of Richmond-Hogue Oil & Gas Partnership. Also, please note the changes in the application on the W $\frac{1}{2}$  \$ 10. Please set these matters for hearing on September 6, 1989.

Very truly yours,

HINKLE, COX, EATON, COFFIELD &  
HENSLEY

By:  James Bruce

JB:le  
Enclosures

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

RECEIVED

AUG 14 1989

APPLICATION OF RICHMOND PETROLEUM )  
INC. FOR COMPULSORY POOLING, A )  
NON-STANDARD SPACING AND PRORATION )  
UNIT, AND AN UNORTHODOX GAS WELL )  
LOCATION, SAN JUAN COUNTY, NEW )  
MEXICO. )

OIL CONSERVATION DIVISION

Case No. 9744

AMENDED APPLICATION

Richmond Petroleum Inc. hereby makes application for an order pooling all interests in the Basin-Fruitland Coal Gas Pool underlying the W $\frac{1}{2}$  of Section 10, Township 32 North, Range 6 West, N.M.P.M., San Juan County, New Mexico, for a non-standard spacing and proration unit, and for an unorthodox gas well location, and in support thereof would show:

1. Applicant previously filed a compulsory pooling application on the W $\frac{1}{2}$  of Section 10 under the name of Richmond-Hogue Oil & Gas Partnership. Due to a name change, Applicant should be listed as Richmond Petroleum Inc.

2. Applicant has the right to drill a well in the W $\frac{1}{2}$  of said Section 10.

3. The W $\frac{1}{2}$  of Section 10 is comprised of lots 3 and 4, the S $\frac{1}{2}$ NW $\frac{1}{4}$ , and SW $\frac{1}{4}$ , comprising 279.04 acres, more or less.

4. Applicant proposes to drill a well in the W $\frac{1}{2}$  of Section 10 to a depth sufficient to test the Basin-Fruitland Coal Gas Pool, and seeks to dedicate the W $\frac{1}{2}$  of Section 10 to the well.

5. Applicant has in good faith sought to join all other mineral interest owners in the W $\frac{1}{2}$  of Section 10 for the purposes set forth herein.

6. Although Applicant attempted to obtain voluntary agreements from all mineral interest owners to participate in the drilling of the well or to otherwise commit their interests to the well, certain interest owners have refused to join in dedicating their acreage. Therefore, Applicant seeks an order pooling all mineral interest owners in the Basin-Fruitland Coal Gas Pool underlying the W $\frac{1}{2}$  of Section 10, pursuant to N.M. Stat. Ann. § 70-2-17 (1987 Repl.).

7. Applicant requests the Division to consider the cost of drilling and completing the well, the allocation of the cost thereof, as well as actual operating charges and costs charged for supervision. Applicant requests that it be designated as operator of the well and that the Division set a penalty of 200% for the risk involved in drilling the well.

8. Applicant requests approval to form a 279.04 acre non-standard spacing and proration unit, which is necessary due to a variation in the United States Public Land Survey.

9. Rule 7 of Order No. R-8768, regarding the subject pool, requires the first well in each section to be completed in the NE $\frac{1}{4}$  or SW $\frac{1}{4}$  of each section. Applicant plans to drill a coal gas well in the NW $\frac{1}{4}$  of Section 10, with the W $\frac{1}{2}$  of Section 10 dedicated to the well. Due to topographical

conditions (the presence of Navajo Lake covering the SW $\frac{1}{4}$  of Section 10), applicant cannot drill in the SW $\frac{1}{4}$  of Section 10 and requests permission to drill and complete a well for the W $\frac{1}{2}$  unit in the NW $\frac{1}{4}$  of Section 10.

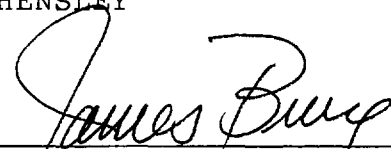
10. The pooling of all interests underlying the W $\frac{1}{2}$  of Section 10, as described above, the formation of a non-standard spacing and proration unit, and approval of an unorthodox well location, will prevent the drilling of unnecessary wells, prevent waste, and protect correlative rights.

11. Applicant requests that this matter be heard at the September 6, 1989 Examiner hearing.

WHEREFORE, Applicant requests that the Division grant the relief requested above.

HINKLE, COX, EATON, COFFIELD &  
HENSLEY

By

  
James Bruce  
500 Marquette, N.W.  
Suite 740  
Albuquerque, New Mexico 87102  
(505) 768-1500

Attorneys for Applicant

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

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OIL CONSERVATION DIVISION

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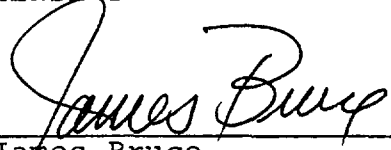
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HINKLE, COX, EATON, COFFIELD &  
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By

  
James Bruce  
500 Marquette, N.W.  
Suite 740  
Albuquerque, New Mexico 87102  
(505) 768-1500

Attorneys for Applicant

HINKLE, COX, EATON, COFFIELD & HENSLEY

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500 MARQUETTE N.W., SUITE 740  
ALBUQUERQUE, NEW MEXICO 87102-2121  
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\*NOT LICENSED IN NEW MEXICO

Ms. Florene Davidson  
New Mexico Oil Conservation  
Division  
310 Old Santa Fe Trail  
Room 206  
Santa Fe, New Mexico 87503

Dear Florene:

Enclosed are an original and two copies each of three separate applications by Richmond-Hogue Oil & Gas Partnership. Please set these matters for hearing on August 23, 1989.

Very truly yours,

HINKLE, COX, EATON, COFFIELD &  
HENSLEY

*Jim Bruce*  
By: James Bruce

JB:le  
Enclosures

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POST OFFICE BOX 10  
ROSWELL, NEW MEXICO 88202  
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MIDLAND, TEXAS 79702  
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218 MONTEZUMA  
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SANTA FE, NEW MEXICO 87504  
(505) 982-4554

RECEIVED

AUG - 2 1989

OIL CONSERVATION DIV.  
SANTA FE

Case 9744

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF RICHMOND-HOGUE )  
OIL & GAS PARTNERSHIP FOR )  
COMPULSORY POOLING, SAN JUAN )  
COUNTY, NEW MEXICO. )

Case No. 9744

APPLICATION

Richmond-Hogue Oil & Gas Partnership hereby makes application for an order pooling all interests in the Basin-Fruitland Coal Gas Pool underlying the W $\frac{1}{2}$  of Section 10, Township 32 North, Range 6 West, N.M.P.M., San Juan County, New Mexico, and in support thereof would show:

1. Applicant has the right to drill a well in the W $\frac{1}{2}$  of said Section 10.

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6. The pooling of all interests underlying the W $\frac{1}{2}$  of Section 10, as described above, will prevent the drilling of unnecessary wells, prevent waste, and protect correlative rights.

7. Applicant requests that this matter be heard at the August 23, 1989 Examiner hearing.

HINKLE, COX, EATON, COFFIELD &  
HENSLEY

By 

James Bruce  
500 Marquette, N.W.  
Suite 740  
Albuquerque, New Mexico 87102  
(505) 768-1500

Attorneys for Applicant

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

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Albuquerque, New Mexico 87102

(505) 768-1500

Attorneys for Applicant

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF RICHMOND-HOGUE )  
OIL & GAS PARTNERSHIP FOR )  
COMPULSORY POOLING, SAN JUAN )  
COUNTY, NEW MEXICO. )  
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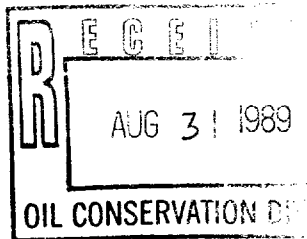
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HENSLEY

By 

James Bruce  
500 Marquette, N.W.  
Suite 740  
Albuquerque, New Mexico 87102  
(505) 768-1500

Attorneys for Applicant





Abandonment of Existing Well Location

Case No. 9744, well section 10, 11, 12 North 10 West, 88,  
Juan County, New Mexico.

In case no. 9744, the well will be,  
located 1400 feet from the North line and 1410 feet from the  
west line of Section 10.

ILLEGIBLE



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

GARREY CARRUTHERS  
GOVERNOR

October 11, 1989

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87504  
(505) 827-5800

Mr. Owen Lopez  
Hinkle, Cox, Eaton,  
Coffield & Hensley  
Attorneys at Law  
Post Office Box 2068  
Santa Fe, New Mexico 87504-2068

Re: CASE NO. 9744  
ORDER NO. R-9013

Applicant:

Richmond Petroleum Inc.

Dear Sir:

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

Sincerely,

*Florene Davidson*

FLORENE DAVIDSON  
OC Staff Specialist

Copy of order also sent to:

Hobbs OCD	<u>x</u>
Artesia OCD	<u>x</u>
Aztec OCD	<u>x</u>

Other Thomas Kellahin