

975 Sandia Dr.
Bosque Farms, N. M. 87068
September 1 1989

New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, NM 87504-2088

Attn: Mike Stogner-Hearing Examiner

Richmond Petroleum, Inc. - Case # 9746

VS

Meridian Oil - Case # 9750

Hearing Date: September 6, 1989

Dear Sir,

I have forty acres of mineral interest in the south half of Section 9 that would be affected by the outcome of the this hearing. My understanding is that Meridian Oil would like to combine acreage from Section 8 with acreage in Section 9 and effectively exclude my 40 acre mineral interest from being developed by Richmond Petroleum, Inc. I am supporting Richmond Petroleum, Inc. in this hearing.

Sincerely Yours,

Dale A. Young
Dale A. Young

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SEP - 5 1989

OIL CONSERVATION DIV.
SANTA FE

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO

20 September 1989

EXAMINER HEARING

IN THE MATTER OF:

In the matter of cases called on this
date and continued or dismissed with-
out testimony presented.

CASES
9712
9713
9700
9759
9761
9726
9762
9763
9746
9756
9767

*Transcript in
Case 9712*

BEFORE: David R. Catanach, Examiner

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Division:

Robert G. Stovall
Attorney at Law
Legal Counsel to the Division
State Land Office Building
Santa Fe, New Mexico



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

October 18, 1989

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

Mr. James Bruce
Hinkle, Cox, Eaton,
Coffield & Hensley
Attorneys at Law
500 Marquess N.W., Suite 740
Albuquerque, New Mexico

Re: CASE NO. 9746
ORDER NO. R-9018

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 x
Artesia OCD x
Aztec OCD x

Other Dale R. Young

HINKLE, COX, EATON, COFFIELD & HENSLEY

ATTORNEYS AT LAW

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

*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

James Bruce
By: James Bruce

JB:le
Enclosures

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AUG - 2 1989

OIL CONSERVATION DIV.
SANTA FE

Case 9746

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

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

Case No. 9746

APPLICATION

Richmond-Hogue Oil & Gas Partnership hereby makes application for an order pooling all interests in the Basin-Fruitland Coal Gas Pool underlying the S $\frac{1}{2}$ of Section 9, 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 S $\frac{1}{2}$ of said Section 9.

2. Applicant proposes to drill a well in the S $\frac{1}{2}$ of Section 9, at a standard location, to a depth sufficient to test the Basin-Fruitland Coal Gas Pool, and seeks to dedicate the S $\frac{1}{2}$ of Section 9 to the well.

3. Applicant has in good faith sought to join all other mineral and leasehold interest owners in the S $\frac{1}{2}$ of Section 9 for the purposes set forth herein.

4. Although Applicant attempted to obtain voluntary agreements from all mineral and leasehold 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 and leasehold interest owners in the Basin-Fruitland Coal Gas Pool underlying the S $\frac{1}{2}$ of Section 9, pursuant to N.M. Stat. Ann. § 70-2-17 (1987 Repl.).

5. 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.

6. The pooling of all interests underlying the S $\frac{1}{2}$ of Section 9, 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

APPLICATION OF RICHMOND-HOGUE)
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Attorneys for Applicant

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James Bruce
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Albuquerque, New Mexico 87102
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Attorneys for Applicant

HINKLE, COX, EATON, COFFIELD & HENSLEY

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*NOT LICENSED IN NEW MEXICO

August 11, 1989

FEDERAL EXPRESS

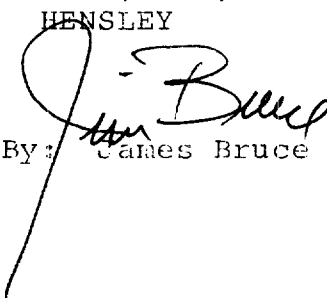
Ms. Florene Davidson
New Mexico Oil Conservation
Division
310 Old Santa Fe Trail
Room 206
Santa Fe, New Mexico 87503

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

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AUG 14 1989

OIL CONSERVATION DIVISION

Case 9746

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

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AUG 14 1969

APPLICATION OF RICHMOND PETROLEUM)
INC. FOR COMPULSORY POOLING, SAN)
JUAN COUNTY, NEW MEXICO.)

OIL CONSERVATION DIVISION

Case No. 9746

AMENDED APPLICATION

Richmond Petroleum Inc. hereby makes application for an order pooling all interests in the Basin-Fruitland Coal Gas Pool underlying the S $\frac{1}{2}$ of Section 9, Township 32 North, Range 6 West, N.M.P.M., San Juan County, New Mexico, and in support thereof would show:

1. Applicant previously filed a compulsory pooling application on the S $\frac{1}{2}$ of Section 9 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 S $\frac{1}{2}$ of said Section 9.

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6. 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.

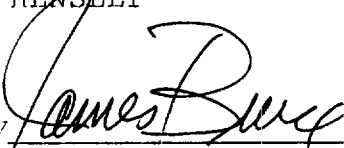
7. The pooling of all interests underlying the S $\frac{1}{4}$ of Section 9, as described above, will prevent the drilling of unnecessary wells, prevent waste, and protect correlative rights.

8. 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.
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Albuquerque, New Mexico 87102
(505) 768-1500

Attorneys for Applicant

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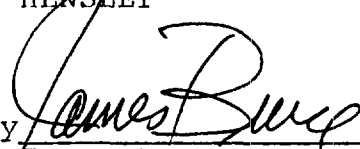
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James Bruce

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Suite 740

Albuquerque, New Mexico 87102
(505) 768-1500

Attorneys for Applicant

Colorado

Sovereign Oil Company
 Blawie Lake 32-6 Well
 No 1
 1730' Fall - 900' water
 Spud: 11/21/83
 Picked Chills Completion

	④ 18.95	③ 19.25	② 19.55	① 19.85 Mile Post 243

+ Proposed Well
 Site Oil Inc.
 Precision Unit
 Allison Unit
 Well No. 135

[illegible]