

Jason Kellahin  
W. Thomas Kellahin  
Karen Aubrey

KELLAHIN and KELLAHIN  
*Attorneys at Law*  
El Patio - 117 North Guadalupe  
Post Office Box 2265  
Santa Fe, New Mexico 87504-2265

Telephone 982-4285  
Area Code 505

October 14, 1985

Sun Exploration and Production Company  
P. O. Box 2880  
Dallas, Texas 75221-2880

"CERTIFIED"  
Return Receipt Requested

Attn: Mr. Charles A. Gray

Re: Application of Robert E. Chandler  
for Compulsory Pooling NE/4SW/4  
Section 7, T22S, R38E, NMPM,  
Lea County, New Mexico, NMOCD  
Order R-8047

Dear Mr. Gray:

On behalf of Robert E. Chandler, Corporation,  
and pursuant to the Division Order R-8047, (copy  
enclosed) I hereby inform you that Sun Exploration  
and Production Company has Thirty (30) days from  
receipt of this notice to prepay its share of the  
estimated well costs for the subject well in order  
to avoid the 200% risk factor penalty.

Enclosed for your information is a copy of the  
AFE which was submitted at the hearing held on  
September 25, 1985, showing a total estimated completed  
well cost of \$506,200. It is our understanding that  
Sun holds 50% of the working interest for this tract.  
Accordingly, should you desire to participate then you  
must send your check for \$253,100 to Mr. Chandler  
within the 30-day notice period.

Should you have any questions about the order,  
please call me or the Division.

Very truly yours,

Original signed by  
W. THOMAS KELLAHIN  
W. Thomas Kellahin

WTK:ca  
Enc.

cc: Richard L. Stamets (OCD)  
Robert Chandler



TONEY ANAYA  
GOVERNOR

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

50 YEARS



1935 - 1985

December 23, 1985

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87501  
(505) 827-5800

W. Thomas Kellahin  
KELLAHIN & KELLAHIN  
P.O. Box 2265  
Santa Fe, NM 87504-2265

Re: CASE NO. 8686  
Order No. R-8047

Dear Mr. Kellahin:

For the reasons outlined in your letter of December 20, 1985, Robert E. Chandler is hereby granted an extension of time to April 1, 1986, in which to begin a well on the unit pooled under terms of the subject order.

Sincerely,

R. L. STAMETS  
Director

RLS/dp

cc: Jerry Sexton  
Robert E. Chandler Corporation  
341 Mid America Building  
Midland, Texas 79701

can file

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W. Thomas Kellahin  
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Santa Fe, New Mexico 87504-2265

Telephone 982-4285  
Area Code 505

RECEIVED

December 20, 1985

DEC 21 1985

OIL CONSERVATION DIVISION

Mr. Richard L. Stamets  
Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501

"Hand Delivered"

Re: Application of Robert E. Chandler  
for Compulsory Pooling, NE/4SW/4  
Sec 7, T22S, R38E, NMPM, Lea County,  
New Mexico, NMOCD Case 8686  
Order R-8047

Dear Mr. Stamets:

On behalf of Robert E. Chandler, the applicant in the referenced pooling case, we respectfully request an extension of the drilling commencement date under the referenced order from December 31, 1985 to April 1, 1986, and as grounds therefore state:

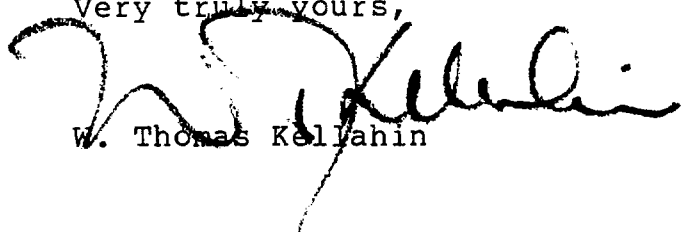
- (1) That Sun Exploration & Production Corporation is the interest being pooled and that the Sun interest is part of litigation with Doyle Hartman;
- (2) That the Sun-Hartman litigation is in the process of being settled and upon settlement, Mr. Chandler anticipates that he may be able to obtain 100% voluntary joinder in the subject well which will allow him to re-allocate the risk without resorting to the pooling order;
- (3) That the possible settlement and joinder may not occur in all probability until after December 31, 1985; and
- (4) In the event a voluntary agreement cannot be reached, Applicant will still need the pooling order.

KELLAHIN and KELLAHIN

Mr. Richard L. Stamets  
December 20, 1985  
Page 2

Wherefore, Applicant requests an extension of order R-8047 until April 1, 1986, in order to take full opportunity of the possibility that a voluntary unit can be formed without resorting to the pooling order.

Very truly yours,

A handwritten signature in dark ink, appearing to read 'W. Thomas Kellahin', is written over the typed name. The signature is fluid and cursive, with a large initial 'W' and a long, sweeping tail.

W. Thomas Kellahin

WTK:ca

cc: Robert E. Chandler  
Robert E. Chandler Corporation  
341 Mid America Building  
Midland, Texas 79701



STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

**TONEY ANAYA**  
GOVERNOR

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87501  
(505) 827-5800

October 4, 1985

Mr. Thomas Kellahin  
Kellahin & Kellahin  
Attorneys at Law  
Post Office Box 2265  
Santa Fe, New Mexico

Re: CASE NO. 3636  
ORDER NO. R-8047

Applicant:

Robert E. Chandler Corporation

Dear Sir:

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

Sincerely,

*B. L. Lamb*

R. L. STAMETS  
Director

RLS / fd

Copy of order also sent to:

Hobbs OCD \_\_\_\_\_ x \_\_\_\_\_  
 Artesia OCD \_\_\_\_\_ x \_\_\_\_\_  
 Aztec OCD \_\_\_\_\_ \_\_\_\_\_

Other \_\_\_\_\_

Jason Kellahin  
W. Thomas Kellahin  
Karen Aubrey

KELLAHIN and KELLAHIN  
*Attorneys at Law*  
El Patio - 117 North Guadalupe  
Post Office Box 2265  
Santa Fe, New Mexico 87504-2265

Telephone 982-4285  
Area Code 505

August 1, 1985

RECEIVED

HAND DELIVERED

AUG 1 1985

OIL CONSERVATION DIVISION

Mr. Richard L. Stamets  
Oil Conservation Division  
Post Office Box 2088  
Santa Fe, New Mexico 87501

*Case 8686*

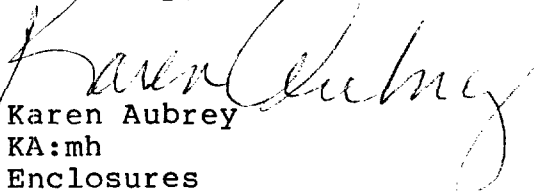
Re: In the Matter of the Application of Robert E.  
Chandler Corporation for Compulsory Pooling, Lea  
County, New Mexico

Dear Mr. Stamets:

Enclosed please find an application for Robert E.  
Chandler Corporation for compulsory pooling, Lea  
County, New Mexico. We would appreciate it if you  
would set this matter for hearing on the Examiner  
Docket presently scheduled for August 28, 1985.

If you have any questions please don't hesitate to  
call.

Sincerely,

  
Karen Aubrey  
KA:mh  
Enclosures

cc: Sun Exploration and  
Production Company  
Attn: Thomas R. Hobbs  
Sun Tower  
Claydesta Plaza  
#24 Smith Road, Suite 600  
Midland, Texas 79705

"Certified Mail"

Jimmy Powers, Esq.  
Sun Exploration and  
Production Company  
Post Office Box 2800  
Dallas, Texas 75221

Robert E. Chandler Corp.  
Attn: Robert E. Chandler  
341 Mid America Building  
Midland, Texas 79701