

W. Thomas Kellahin
Karen Aubrey

Jason Kellahin
Of Counsel

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

February 10, 1987

RECEIVED

FEB 10 1987

OIL CONSERVATION DIVISION

Mr. William J. LeMay
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87504

"Hand Delivered"

Re: Curtis J. Little
Ojito Gallup-Dakota Oil Pool

Case 9095

Dear Mr. LeMay:

On behalf of Curtis J. Little, please find enclosed our application to establish special pool rules for the Ojito Gallup-Dakota Oil Pool, or in the alternative, for the extension of the West Lindrith Gallup-Dakota Oil Pool and the corresponding abolishment of the Ojito Gallup-Dakota Oil Pool.

We would request that this application be set for hearing on the examiner's docket set for March 4, 1987. We have sent notification to those companies and individuals shown in the application.

Very truly yours,


W. Thomas Kellahin

WTK:ca
Enc.

cc: A. L. Kendrick

STATE OF NEW MEXICO
DEPARTMENT OF ENERGY AND MINERALS
OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION
OF CURTIS J. LITTLE FOR THE
CREATION OF SPECIAL POOL RULES
FOR THE OJITO GALLUP-DAKOTA OIL
POOL, INCLUDING A PROVISION FOR
160-ACRE SPACING, OR IN THE
ALTERNATIVE, TO ABOLISH THE
OJITO GALLUP-DAKOTA OIL POOL AND
TO EXTEND THE WEST LINDRITH
GALLUP-DAKOTA OIL POOL, RIO
ARRIBA COUNTY, NEW MEXICO.

RECEIVED
FEB 10 1972
OIL CONSERVATION DIVISION

CASE: 9095

A P P L I C A T I O N

Comes now CURTIS J. LITTLE, by and through his attorneys, Kellahin, Kellahin & Aubrey, and hereby makes application to the New Mexico Oil Conservation Division for an order creating Special Pool Rules for the Ojito Gallup-Dakota Oil Pool, including a provision for 160-acre spacing, or in the alternative, for an order abolishing the Ojito Gallup-Dakota Oil Pool and a corresponding expansion of the West Lindrith Gallup-Dakota Oil Pool, Rio Arriba County, New Mexico, and in support thereof states:

1. Applicant, Curtis J. Little, is an operator in the Ojito Gallup-Dakota Oil Pool.

2. The Ojito Gallup-Dakota Oil Pool was established on June 1, 1972, by Division Order R-4311, is currently

spaced on 40-acre state wide spacing and consists of the following described acreage:

Township 25 North, Range 3 West, NMPM

Section 1 through 10: All
Section 12: NW/4
Section 15 through 18: All
Section 19: NE/4
Section 20: N/2
Section 21: NW/4, W/2NE/4

3. That the E/2NE/4 of Section 21, T25N, R3W, NMPM, should be included within the proposed pool.

4. It is no longer economic to continue the drilling of new wells in the existing Ojito Gallup-Dakota Oil Pool on the existing state-wide 40-acre spacing units established for the pool.

5. The continuation of the existing 40-acre spacing in the Ojito Gallup-Dakota Oil Pool may result in the drilling of unnecessary wells.

6. Certain wells in the current Ojito Gallup-Dakota Oil Pool are capable of effectively and efficiently draining 160-acre spacing units.

7. The southern boundary of the existing Ojito Gallup-Dakota Oil Pool is contiguous with the northern boundary of the West Lindrith Gallup-Dakota Oil Pool and appear to be in the same common source of supply with similar producing characteristics.

8. The West Lindrith Gallup-Dakota Oil Pool was created by Division Order R-4260 effective March 1, 1972

and has special pool rules, including provisions for 160-acre spacing.

9. In order to protect correlative rights of operators in the existing Ojito Gallup-Dakota Oil Pool, a procedure should be adopted for the approval of non-standard 40-acre spacing and proration units for any existing pool wells for which the respective operator deems it appropriate not to amend said spacing and proration unit to 160-acres.

10. The Ojito Gallup-Dakota Oil Pool should have the same pool rules as are in effect for the West Lindrith Gallup-Dakota Oil Pool.

11. Pursuant to Division Rules the applicant has provided notice to the operators shown on Exhibit A attached hereto.

WHEREFORE, the applicant requests that this application be set for hearing and that after notice and hearing the application be granted as requested.

Respectfully submitted:



W. Thomas Kellahin
Kellahin, Kellahin & Aubrey
P. O. Box 2265
Santa Fe, New Mexico 87504

OPERATORS OF WELLS

OJITO GALLUP-DAKOTA OIL POOL

Amoco Production Company
1600 Broadway
Denver, Colorado 80202

Elliott Oil Company
P. O. Box 1355
Roswell, New Mexico 87201

Curtis J. Little (Applicant)
P. O. Box 1258
Farmington, New Mexico 87499

Minel, Inc.
457-C Washington, S.E.
Albuquerque, New Mexico 87108

Petro-Lewis Petroleum Corporation
P. O. Box 2250
Denver, Colorado 80201

M. R. Schalk
P. O. Box 25825
Albuquerque, New Mexico 87125

Southland Royalty Company
P. O. Box 4289
Farmington, New Mexico 87499

Texaco, Inc.
P. O. Box 2100
Denver, Colorado 80201

Union Texas Petroleum Corporation
375 U.S. Highway 64
Farmington, New Mexico 87401