

T-17-S, R-37-E, N.M.P.M. Section 2: S/2 NE/4 Lea County, New Mexico

## INTEREST OF THE PARTIES

As	to	the	SW/4	NE/	4	of	Section	2

Chevron USA Inc.		A11
As to the SE/4 NE/4 of Section 2		
Amerind Oil Co.		65.00%
Texaco Inc.		25.00%
Bechtel Investments, Inc.	TOTAL	10.00% 100.00%

## INTEREST OF THE PARTIES IN THE PRORATION UNIT

Amerind Oil Co.		32.50%
Bechtel Investments, Inc.		5.00%
Texaco Inc.		12.50%
Chevron USA Inc.	TOTAL	50.00% 100.00%

BEFORE EXAMINER CATANACH
CILCOMSCRIATION EIVISION

A MERINA EXHIBIT NO. 2

CASE NO. 9484

# AMERIND OIL CO. AUTHORIZATION FOR EXPENDITURE

MTS State Com. No. 2 S/2 NE/4 Section 2, T17S, R37E 510' FEL & 2020' FNL Lea County, New Mexico

To drill and complete in the Strawn formation:

INTANGIBLE	Casing Point	Pumping Completion	Total
Drilling 11,800' @ \$13.50	\$160,000	\$	\$
Daywork - 3 @ 4,250	13,000	•	Ψ
Drilling mud and water	10,000		
Location and surface damages	=		
<del>-</del>	15,000	· ·	
Drill stem test	3,000	F 000	
Log and perforate	17,000	5,000	
Cementing - surface 400 sx	4,000		
- inter. 1,800 sx	15,000		
- prod. 300 sx		5,000	
Supervision	5,000	5,000	
Geological	5,000		
Contract services & equipment rentals	8,000	15,000	
Completion unit		5,000	
Acid treatment - cleanup		5,000	
Drilling and completion overhead	5,000	2,000	
Insurance	3,000	-, • • •	
TOTAL INTANGIBLE	\$263,000	\$ 42,000	\$305,000
TOTAL TRIMMOTELL	Ψ200,000	Ψ 42,000	<b>4000,000</b>
TANGIBLE			
Casing			
Surface 400' 12 3/4"	\$ 7,000	\$	\$
Inter. 2,500′ 8 5/8" 24.0# J55ST		•	•
2,000' 8 5/8" 32.0# J55ST			
Prod. 11,800′ 5 1/2" 17.0# N80LT		95,000	
Tubing 11,700° 2 7/8" 5.5# N80T&		45,000	
Pumping equipment	<b>,</b>	60,000	
	6 000		
Wellhead and packer	6,000	7,000	
Tank battery & misc.	<del>- 01 000</del>	40,000	+000
TOTAL TANGIBLE	\$ 61,000	\$247,000	\$308,000
Contingencies	16,000	<u>16,000</u>	32,000
TOTAL	\$340,000	\$305,000	\$645,000
RECOMMENDED BY:	APPROVED		D OATANIA OLI
	B	FORE EXAMINE OIL CONCERVATIO	4
D. A. P. 1 1	Ame	Rind EXHIBIT	Ř
Robert C. Leibrock		0404	
WORDIN OF HOIDIOOK	CASE	NO. 9784	, i
Date:August 1. 1987	Date:		

#### BILL SELTZER

214 WEST TEXAS, SUITE 507 MIDLAND, TEXAS 79701

HAND DELIVERED

August 1, 1988

Re: T-17-S, R-37-E

Section 2: S/2 NE/4 Lea County, New Mexico

Chevron USA P.O. Box 1150 Midland, Texas 79702

Attn: Mr. Mickey F. Cohlmia

Dear Mr. Cohlmia:

According to our information Chevron is the owner of the rights below the base of the San Andres Formation in the SW/4 NE/4 of Section 2, T-17-S, R-37-E, Lea County, New Mexico. Amerind Oil Co. is the holder of a contractual right covering the SE/4 NE/4 of Section 2.

Our or lefore Left 30, 1988

Amerind, as Operator, proposes/to drill a 12,000' Strawn test to be located 510' FEL and 2020' FNL of Section 2. The proration unit for this test well will be the S/2 NE/4 of Section 2.

We request Chevron to join Amerind in the drilling of the test well and pay their proportionate share of the cost of drilling, completing and operating same or farmout their interest retaining a 1/8th overriding royalty interest until payout convertible to a 30% working interest reduced proportinately.

If Chevron desires to join please execute the attached AFE and we will prepare a mutually acceptable Operating Agreement.

Your immediate attention will be appreciated.

Yours very truly,

Bill Seltzer

BS/kp Attachment BEFORE EXAMINER CATANACH
OIL CONSERVATION DIVISION

EXHIBIT NO

CASE NO

1484

## CAMPBELL & BLACK, P.A.

JACK M. CAMPBELL
BRUCE D. BLACK
MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
J. SCOTT HALL
PETER N. IVES
JOHN H. BEMIS
MARTE D. LIGHTSTONE

GUADALUPE PLACE
SUITE I - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208

TELECOPIER: (505) 988-4421 TELECOPIER: (505) 983-6043

BEFORE EXAMINER CATANACH

OIL CONSERVATION DIVISION

August 16, 1988

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Chevron USA Post Office Box 1150 Midland, Texas 79702

Attn: Mr. Mickey F. Cohlmia

Re: Application of Amerind Oil Company for Compulsory

Pooling, Lea County, New Mexico

Dear Sirs:

This letter is to advise you that Amerind Oil Company has filed an application with the New Mexico Oil Conservation Division seeking an order force pooling of all mineral interests to the base of the Strawn formation for any and all formations and/or pools developed on 80-acre spacing, in and under the S/2 NE/4 of Section 2, Township 17 South, Range 37 East, N.M.P.M., Lea County, New Mexico. Amerind Oil Company proposes to dedicate the referenced pooled unit to a well to be located at a standard location in the SE/4 NE/4 of said Section 2.

This application has been set for hearing before a Division Examiner on September 14, 1988. You are not required to attend this hearing, but as an owner of an interest that may be subject to pooling, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging this application at a later date.

WILLIAM FL CARR

ry truly you

ATTORNEY FOR AMERIND OIL COMPANY

WFC/mlh

CAMPBELL & BLACK, P.A.

JACK M. CAMPBELL
BRUCE D. BLACK
MICHAEL B. CAMPBELL
WILLIAM F. CARR
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August 16, 1988

CERTIFIED MAIL RETURN RECEIPT REQUESTED

Bechtel Investments, Inc. Post Office Box 4253 Houston, Texas 77210-4253

Attn: Ms Karen Franklin

Re: Application of Amerind Oil Company for Compulsory Pooling, Lea County, New Mexico

Dear Ms Franklin:

This letter is to advise you that Amerind Oil Company has filed an application with the New Mexico Oil Conservation Division seeking an order force pooling of all mineral interests to the base of the Strawn formation for any and all formations and/or pools developed on 80-acre spacing, in and under the S/2 NE/4 of Section 2, Township 17 South, Range 37 East, N.M.P.M., Lea County, New Mexico. Amerind Oil Company proposes to dedicate the referenced pooled unit to a well to be located at a standard location in the SE/4 NE/4 of said Section 2.

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Z in interest

y truly yours

WILLIAM F. CARR

ATTORNEY FOR AMERIND OIL COMPANY

WFC/mlh

CAMPBELL & BLACK, P.A.

LAWYERS

JACK M. CAMPBELL
BRUCE D. BLACK
MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
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TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

August 16, 1988

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Texaco Inc.
Post Office Box 3109
Midland, Texas 79702

Attn: Curtis Smith

Re: Application of Amerind Oil Company for Compulsory

Pooling, Lea County, New Mexico

Dear Sirs:

This letter is to advise you that Amerind Oil Company has filed an application with the New Mexico Oil Conservation Division seeking an order force pooling of all mineral interests to the base of the Strawn formation for any and all formations and/or pools developed on 80-acre spacing, in and under the S/2 NE/4 of Section 2, Township 17 South, Range 37 East, N.M.P.M., Lea County, New Mexico. Amerind Oil Company proposes to dedicate the referenced pooled unit to a well to be located at a standard location in the SE/4 NE/4 of said Section 2.

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Very truly you**rs** 

WILLIAM F CARR

ATTORNEY FOR AMERIND OIL COMPANY

WFC/mlh

Attn: Mickey F. Cohlmia Chevron USA

18 - A 18 - WA

Post Office Box 1150

Midland, Texas 79702

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And 10, 1988

DOMESTIC RETURN RECEIPT	S Form 3811, Feb. 1986
	7. Date of Delivery
	X
	6. Signature — Agent
8. Addressee's Address (ONLY if requested and fee paid)	5. Signature — Addressee X
Always obtain signature of addressee or agent and DATE DELIVERED.	Attn: Mr. Mickey F. Cohlmid Always obtain signature of addressee or agent and DATE DELIVERED.
Registered Insured Z-Certified ICOD	Post Office Box 1150 Midland, Texas 79702
Type of Service:	Chevron USA
P 784 192 768	
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following services are available. Consult s) requested.	delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.
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ses are desired, and complete items 3 and 4.	SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.

TANK SHARE SAME

Attn: Curtis Smith Texaco Inc.

Post Office Box 3109

Midland, Texas 79702

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		6. Signature - Agent
	requested and fee paid)	×
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	Type of Service:	Texaco Inc.
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1. 24 Land

Attn: Karen Franklin Bechtel Investments, Inc.

Post Office Box 4253

Houston, Texas 77210

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Always obtain signature of addressee or agent and DATE DELIVERED.	Always obtain signature of add agent and DATE DELIVERED	Ms Karen Franklin	Attn:
☐ Insured ☐ COD	Registered Certified Express Mail	Post Office Box 4253 Houston, Texas 77210-4253	Post Of Houstor
ř:	Type of Service:	Investments, Inc.	Bechtel
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