

CAMPBELL & BLACK, P.A.
LAWYERS

JACK M. CAMPBELL
BRUCE D. BLACK
MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
WILLIAM P. SLATTERY
PATRICIA A. MATTHEWS

JEFFERSON PLACE
SUITE 1 - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

January 11, 1990

RECEIVED

JAN 11 1990

OIL CONSERVATION DIV.
SANTA FE

HAND-DELIVERED

William J. LeMay, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
State Land Office Building
Santa Fe, New Mexico 87503

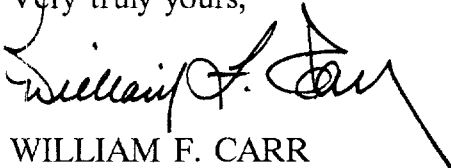
9868

Re: In the Matter of the Application of George Mitchell d/b/a G.P. II Energy,
Inc. for Compulsory Pooling, Eddy County, New Mexico

Dear Mr. LeMay:

Enclosed in triplicate is the above-referenced Application of George Mitchell d/b/a G.P. II Energy, Inc. George Mitchell d/b/a G.P. II Energy, Inc. respectfully requests that this matter be placed on the docket for the Examiner hearings scheduled on February 7, 1990.

Very truly yours,


WILLIAM F. CARR

WFC:mlh

Enclosures

cc w/enclosures:

Mr. George Mitchell
c/o G.P. II Energy, Inc.
Post Office Box 50682
Midland, Texas 79710

RECEIVED

JAN 11 1993

OIL CONSERVATION DIV.
SANTA FE

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

IN THE MATTER OF THE APPLICATION OF
GEORGE MITCHELL d/b/a/ G.P. II ENERGY,
INC. FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.

CASE NO. 9868

APPLICATION

GEORGE MITCHELL d/b/a/ G.P. II ENERGY, INC. by its undersigned attorneys, hereby makes application pursuant to Section 70-2-17, N.M.S.A. (1978) for an order pooling all of the mineral interests from the surface to the base of the Cherry Canyon formation for any and all formations and/or pools developed on 40-acre spacing in and under the NW/4 NE/4 of Section 28, Township 26 South, Range 29 East, N.M.P.M., Eddy County, New Mexico, and in support thereof would show the Division:

1. Applicant owns approximately 28% of the working interest in and under the NW/4 NE/4 of Section 28, and Applicant has the right to drill thereon.
2. Applicant proposes to dedicate the above-referenced pooled unit to a well to be located at a standard location in the NW/4 NE/4 of said Section 28, with the primary objective of said well being the Williamson sand member of the Cherry Canyon formation.

3. Applicant has sought and has been unable to obtain either voluntary agreement for pooling or farmout from the following interest owners in the NW/4 NE/4 of said Section 28:

Mallon Oil Company
1099 18th Street
Suite 2750
Denver, Colorado 80202

Red Bluff Water Power Control District
111 West 2nd Street
Pecos, Texas 79772

Exxon Company, U.S.A.
Post Office Box 1600
Midland, Texas 79702

4. Said pooling of interests will avoid the drilling of unnecessary wells, will prevent waste and will prevent correlative rights.

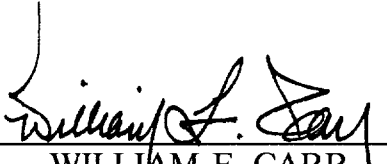
5. In order to permit the Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, the mineral interests should be pooled, and Applicant should be designated the operator of the well to be drilled.

WHEREFORE, Applicant prays that this application be set for hearing before a duly appointed Examiner of the Oil Conservation Division on February 7, 1990, and that after notice and hearing as required by law, the Division enter its order pooling the lands, including provisions for Applicant to recover its costs of drilling, equipping and completing the well, its costs of supervision while drilling and after completion, including overhead charges, and imposing a risk factor for the risk assumed by the Applicant in drilling, completing and equipping the well, and making such other and further provisions as may

be proper in the premises.

Respectfully submitted,

CAMPBELL & BLACK, P.A.

By: 
WILLIAM F. CARR
Post Office Box 2208
Santa Fe, New Mexico 87504
Telephone: (505) 988-4421

ATTORNEYS FOR GEORGE
MITCHELL d/b/a G.P. II
ENERGY, INC.