Tenneco Oil Company

A Tenneco Company

Rocky Mountain Division P.O. Box 3249 Englewood, Colorado 80155 (303) 740-4800

Delivery Address 6162 South Willow Drive Englewood Colorado 80111

CERTIFIED MAIL
Return Receipt Requested

October 27, 1987

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

Mr. Frank Chavez New Mexico Oil Conservation Division 1000 Rio Brazos Road Aztec. NM 87410

Non-Consenting Mineral Owners as shown on Exhibit "A" of Application for Compulsory Pooling

OIL CON. DIV.

RE: Forced Pooling Application City of Farmington Com 1E Well E/2 Section 10, T29N-R13W San Juan County. New Mexico

Gentlemen:

The purpose of this letter is to notify you that an application for force pooling (copy enclosed) has been filed by Tenneco Oil Company. This application may affect an interest which you have in the E/2 of Section 10, T29N-R13W, N.M.P.M., San Juan County, New Mexico. This application has been set for hearing by the Oil Conservation Division on November 18, 1987, at the State Land Office, Santa Fe, New Mexico. You have the right to appear at this hearing, either in support or opposition to the application.

Sincerely,

TENNECO OIL COMPANY

Kevin G. Heringer Petroleum Landman

KGH/tf Enclosure

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

IN THE MATTER OF THE APPLICATION OF TENNECO OIL COMPANY FOR COMPULSORY POOLING, SAN JUAN COUNTY, NEW MEXICO.

CASE:	
-------	--

APPLICATION

Comes now Tenneco Oil Company, by and through its attorneys, Kellahin, Kellahin & Aubrey, and applies to the New Mexico Oil Conservation Division for an order pooling all mineral interests in the Basin Dakota Pool underlying the E/2 of Section 10, T29N, R13W, NMPM, San Juan County, New Mexico for the formation of a proration and spacing unit for the drilling of its City of Farmington Com 1-E Well, an infill well, at an unorthodox surface and bottom hole location previously approved by the Division in Order R-8253 and Order R-8253-A (Nunc Pro Tunc) and in support thereof would show:

- 1. Applicant is the owner of the right to drill and develop the E/2 of Section 10, T29N, R13W, NMPM, San Juan County, New Mexico.
- 2. Upon Applicants request, the Division issued Order R-8297 which pooled this spacing unit for the drilling of the Tenneco Oil Company's City of Farmington Com Well #1, the original Dakota well on this tract.

- 3. Applicant now seeks to pool any uncommitted mineral interest to the drilling of the infill well in the E/2 of said Section 10 to be known as the City of Farmington Com 1-E Well.
- 4. That the Division, by Order R-8253 and Order R-8253-A, has approved the unorthodox surface and bottom hole location of the subject well to be drilled as a directionally drilled wellbore.
- 5. Applicant has sought to obtain the cooperation of all parties.
- 6. In order to obtain their just and equitable share of the production underlying the above lands, Applicant needs an order pooling the mineral interest involved.
- 7. Those who have not consented to join in the drilling of the well, with their address, to the best of the applicant's information and belief, are listed in Exhibit "A" attached and incorporated herein.
- 8. The parties named in paragraph 7 above have been furnished a copy of this application.

WHEREFORE, applicant prays that this application be set for hearing before the Division's duly appointed examiner, and that after notice and hearing as required by law, the Division enter its order pooling the mineral interest described herein. Applicant further prays that

it be named operator of the well, and that the order make provisions for applicant to recover out of production its costs of drilling the subject well, completing and equipping it, costs of operation, including costs of supervision and a risk factor in the amount of 200% for the drilling of the well, for such other and further relief as may be proper.

Respectfully submitted,

Tenneco Oil Company

W. Thomas Kellahin, Esq.

Kellahin, Kellahin &

Aubrey

P. O. Box 2265

Santa Fe, NM 87504

EXHIBIT "A"

<u>Name</u>	Description	Net <u>Acres</u>	E/2 Spacing % of Ownership
Allen Construction Co. (address unknown) Farming to West	Tr. in NE/4SE/4	2.257	. 70531%
Mr. & Mrs. Charles L. Barr (address unknown)	San Juan Park Sub., 3rd Ext., B-1, L-24	. 158	.04938%
Mr. & Mrs. Bert R. Beach (address unknown)	Part of E. Main St.	1.722	. 53813%
Mr. & Mrs. Larkin Beck (address unknown)	Road in SE/4NE/4	. 528	. 16500%
Ms. Eileen Blackwell (address unknown)	Tr. in SE/4SE/4	.036	. O1125%
Mr. Leo Carlton (address unknown)	Roads and alleys in the Carlton Sub.	. 5725	.17891%
Ms. Marvine Carlton (address unknown)	Roads and alleys in the Carlton Sub.	. 5725	. 17891%
Heirs of James Cooper, Deceased (Bessie Locke, et al) (address unknown)	Parts of Cooper Ave., 20th St., & Santiago St.	4.886	1.52688%
Mr. & Mrs. Robert R. Crawford Rt. 1, Box S-30 Aztec, New Mexico	Tract in S/2SE/4NE/4	.498	. 15563%
Mr. & Mrs. Ray A. Durall (address unknown)	Carlton Sub., B-5, L-6	. 187	. 05844%
Mr. & Mrs. Edwin A. Egli (address unknown)	Road in SE/4SE/4	.039	.01219%
Flatland Enterprises P.O. Box 2252 Durango, Colorado 81302	Tract in SE/4SE/4	. 690	.21563%
Mr. & Mrs. Betty J. Gossell (address unknown)	Carlton Sub., B-6, L-1	. 178	. O5563%
Mr. & Mrs. Jack A. Holt (address unknown)	Holt Sub., Lots 2,3,7,8,9 Part of Sullivan Ave.	, .982	. 30688%
Mr. A. C. Hubbard (address unknown)	Part of E. Main St.	. 902	. 28188%

<u>Name</u>	Description	Net <u>Acres</u>	E/2 Spacing % of Ownership
Mr. Sophus Jensen, Jr. (address unknown)	Part of Navajo St.	.100	. 03125%
Mr. & Mrs. William N. Kight (address unknown)	Part of E. Main St.	. 530	.16563%
Land Development Co. (address unknown)	Roads in E/2SE/4SE/4	3.050	. 95313%
Mr. & Mrs. Delton Lewis (address unknown)	Roads in the Lewis Sub.	.567	. 17719%
Mr. Allen Lowe (address unknown)	Holt Sub., L-5	.121	.03781%
Martin Marietta Corp. 6801 Rockledge Dr. Bethesda, MD 20817	Parts of Vine Ave. & Navajo St.	2.116	. 66125%
Mr. & Mrs. John O. Mattics 1113 South Jackson Tucumcari, New Mexico 87401	Tract in S/2SE/4NE/4	. 4 98	. 15563%
Mr. & Mrs. Samuel L. Merchant 1305 E. 27th Street Farmington, NM 87401	Tract in S/2SE/4NE/4 & certain road in S/2SE/4NE/4	. 650	. 20312%
Heirs of Joe & Betty Musgrove (address unknown)	Road in Crest View Park Sub.	. 184	. 05750 %
Dr. Jose P. Quintana Dr. Mary S. Moreland 822 East Main St. Farmington, NM 87401	Tract of land in the E/2W/2SW/4SE/4	. 75	. 23438%
Mr. & Mrs. Charles B. Robbins (address unknown)	Carlton Sub., B-4, L-3	.081	.02531%
Mr. & Mrs. L. C. Sandschulte Mr. & Mrs. Leonard E. Voight (address unknown)	Knudsen Sub., L-2	. 179	.05594%
Ms. Rena N. Sherman 1016 Zuni Dr. Farmington, NM 87401	San Juan Park Sub., 3rd Extension, B-4, L-5	. 158	.04938%
Mr. Virgil L. Stoabs 1831 Chilton Court Farmington, NM 87401	Carlton Sub., B-4, L-1	.097	.03031%

<u>Name</u>	Description	Net <u>Acres</u>	E/2 Spacing % of Ownership
Mr. & Mrs. Kenard T. Stradling (address unknown)	Knudsen Sub., B-2, L-7	. 179	. 05594%
Mr. Richard E. Wajda 1516 Zuni Dr. Farmington, NM 87401	Carlton Sub., B-3, L-18	.099	. O3O94%
Mr. & Mrs. Jonathon H. Webb (address unknown)	Zuni Sub., B-1, L-4	.161	. 05031%
Mrs. Edna Novella Weinig 1519 Zuni Dr. Farmington, NM 87401	Zuni Sub., B-3, L-1	.164	.05123%
Mr. & Mrs. Richard R. Winters (address unknown)	Zia Sub., Part of B-5	. 265	.08281%