STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



GARREY CARRUTHERS

February 10, 1989

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

CERTIFIED - RETURN RECEIPT REQUESTED

Knights Bridge Petroleum Corporation 2201 North Collins, Suite 295 Arlington, Texas 76011

James Marchbanks 2525 Gateway Drive Suite 105 Irving, Texas 75063

> Re: Knights Bridge Petroleum Corporation Triple Crown Well No. 1, located in Unit O of Section 6, Township 9 North, Range 31 East, Quay County Plugging Bond

Gentlemen:

Enclosed is a copy of the advertisement of the Examiner Hearing to be held on Wednesday, March 1, 1989, at 8:15 a.m. in the Oil Conservation Division Conference Room, State Land Office Building, Santa Fe, New Mexico. Case 9610 concerns the above captioned matter.

Sincerely,

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ROBERT G. STOVALL General Counsel

RGS/fd enc.

cc: First National Bank Tucumcari, New Mexico NOTICE OF PUBLICATION STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION SANTA FE - NEW MEXICO

The State of New Mexico by its Oil Conservation Division hereby gives notice pursuant to law and Rules and Regulations of said Division promulgated thereunder of the following public hearing to be held at 8:15 A.M. on MARCH 1, 1989, at the Oil Conservation Division Conference Room, State Land Office Building, Santa Fe, New Mexico, before David R. Catanach, Examiner, or Michael E. Stogner or Victor T. Lyon, Alternate Examiners, all duly appointed for said hearing as provided by law.

> STATE OF NEW MEXICO TO: All named parties and persons having any right, title, interest or claim in the following cases and notice to the public.

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

CASE 9610:

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Knights Bridge Petroleum Corporation and James Marchbanks and all other interested parties to appear and show cause why the Triple Crown Well No. 1 located 660 feet from the South line and 1980 feet from the East line (Unit O) of Section 6, Township 9 North, Range 31 East, Quay County. New Mexico (being located approximately 7.75 miles northeast by north of Quay, New Mexico), should not be plugged and abandoned in accordance with a Division-approved plugging program. Additionally, the Division seeks an order directing the operator to pay the costs of such plugging and if the Operator fails to do so, ordering a forfeiture of the Operator's bond and authorizing the Director of the Division to make demand upon First National Bank of Tucumcari to pay to the Division so much of the funds of the certificate of deposit given as collateral for the bond as is necessary to pay the costs of plugging said well.

CASE 9611:

Application of The Petroleum Corporation of Delaware for an unorthodox gas well location, Eddy County, New Mexico.

Applicant, in the above-styled cause, seeks approval for an unorthodox gas well location 660 feet from the South and West lines (Unit M) of Section 1, Township 20 South, Range 29 East, Undesignated East Burton Flat-Morrow Gas Pool, the S/2 of said Section 1 to be dedicated to the well forming a standard 320-acre gas spacing and proration unit for said pool. Said location is approximately 3.5 miles west of the Eddy Potash Inc. Mine and Refinery.

CASE 9597: (Readvertised) Application of Meridian Oil, Inc. for compulsory pooling, San Juan County, New Mexico.

Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Basin-Fruitland Coal (Gas) Pool underlying the W/2 of Section 16, Township 30 North, Range 8 West, forming a standard 320-acre gas spacing and proration unit for said pool, to be dedicated to its Delhi Com Well No. 300 to be drilled at an unorthodox coal gas well location 570 feet from the South line and 185 feet from the West line (Unit M) of said Section 16. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well. Said well location is approximately 4 miles northwest by west of the Navajo Reservoir Dam.

CASE 9612:

Application of Pennzoil Company for an unorthodox oil well location, Lea County, New Mexico.

Applicant, in the above-styled cause, seeks approval for an unorthodox oil well location 1650 feet from the North line and 330 feet from the East line (Unit H) of Section 21, Township 17 South, Range 37 East, Undesignated Humble City-Strawn Pool, the E/2 NE/4 of said Section 21 to be dedicated to the well forming a standard 80-acre oil spacing and proration unit for said pool. Said location is approximately 2.5 miles north-northwest of Humble City, New Mexico.

CASE 9613:

Application of Chevron U.S.A. Inc. for an unorthodox oil well location and a non-standard oil proration unit, Lea County, New Mexico.

Applicant, in the above-styled cause, seeks approval for an unorthodox oil well location 940 feet from the North line and 2210 feet from the West line (Unit C) of Section 2, Township 17 South, Range 37 East, Shipp-Strawn Pool, Lots 3 and 4 of said Section 2 to be dedicated to the well forming a non-standard 82.37-acre oil spacing and proration unit for said pool. Said location is approximately 5 miles north of Humble City, New Mexico.

CASE 9614:

Application of Blackwood & Nichols Co., Ltd. for an unorthodox coal gas well location and a non-standard gas proration unit, San Juan County, New Mexico.

Applicant, in the above-styled cause, seeks approval for an unorthodox coal gas well location 930 feet from the South line and 610 feet from the West line (Unit N) of irregular Section 6, Township 30 North, Range 7 West, Basin-Fruitland Coal (Gas) Pool. Said well is to be dedicated to a 296.02-acre non-standard gas spacing and proration unit comprising Lots 11 and 12 and the E/2 SW/4 of Section 31, Township 31 North, Range 7 West, and Lots 11, 12, 17, and 18 and the E/2 W/2 equivalent of said Section 6. Said location is approximately 2.25 miles north of the Navajo Reservoir Dam.

CASE 9615:

Application **Blackwood** 2 of Nichols Co.. Ltd. for an unorthodox coal gas well location and a non-standard gas proration unit. San Juan County, New Mexico.

Applicant, in the above-styled cause, seeks approval for an unorthodox coal gas well location 320 feet from the South line and 1250 feet from the West line (Unit N) of irregular Section 19, Township 31 North, Range 7 West, Basin-Fruitland Coal (Gas) Pool. Said well is to be dedicated to a 259.82-acre non-standard gas spacing and proration unit comprising Lots 5, 6, 7, and 8 and the E/2 W/2 of said Section 19 and Lot 5 and the NE/4 NW/4 of Section 30, both in Township 31 North, Range 7 West. Said location is approximately 6 miles north of the Navajo Reservoir Dam.

CASE 9616:

Application of **Blackwood** Nichols Co.. Ltd. for an unorthodox coal gas well location and a non-standard gas proration unit. San County, Juan New Mexico.

Applicant, in the above-styled cause, seeks approval for an unorthodox coal gas well location 2255 feet from the North line and 340 feet from the West line (Unit F) of irregular Section 31, Township 31 North, Range 7 West, Basin-Fruitland Coal (Gas) Pool. Said well is to be dedicated to a 250.65-acre non-standard gas spacing and proration unit comprising Lots 6, 9, and 10, the E/2 SW/4, and the SE/4 SW/4 of Section 30 and Lots 7 and 8 and the E/2 NW/4 of said Section 31, both in Township 31 North, Range 7 West. Said location is approximately 4 miles north of the Navajo Reservoir Dam.

CASE 9617:

Application of Curry and Thornton for an unorthodox oil well location and a non-standard proration unit, Chaves County, New Mexico.

Applicant, in the above-styled cause, seeks approval for an unorthodox oil well location 1980 feet from the South line and 2475 feet from the West line (Unit K) of Section 9, Township 14 South, Range 29 East, Undesignated North King Camp-Devonian Pool, the E/2 W/2 of said Section 9 to be dedicated to said well forming a non-standard 160-acre oil spacing and proration unit for said pool. Said location is approximately 17 miles east of Hagerman, New Mexico.

CASE 9618:

Application of Bill Fenn, Inc. for an unorthodox gas well location and dual completion, Eddy County, New Mexico.

Applicant, in the above-styled cause, seeks authority to dually complete a well in the Indian Basin-Upper Pennsylvanian Gas Pool and Indian Basin-Morrow Gas Pool at an unorthodox gas well location 1650 feet from the North line and 990 feet from the West line (Unit E) of Section 14, Township 21 South, Range 23 East, all of said Section 14 to be dedicated to the well forming a standard 640-acre gas spacing and proration unit for both pools. Said well location is approximately 1.25 miles northnorthwest of the Marathon Oil Company Indian Basin Gas Plant.

CASE 9619:

Application of Santa Fe Exploration Company for an unorthodox gas well location, Eddy County, New Mexico.

Applicant, in the above-styled cause, seeks approval for an unorthodox gas well location 660 feet from the South and East lines (Unit P) of Section 8, Township 21 South, Range 23 East, Undesignated Indian Basin-Morrow Gas Pool, all of said Section 8 to be dedicated to said well, forming a standard 640-acre gas spacing and proration unit for said pool. Said well is located approximately 3.75 miles west-northwest of the Marathon Oil Company Indian Basin Gas Plant.

GIVEN under the Seal of the State of New Mexico Oil Conservation Commission at Santa Fe, New Mexico, on this 10th day of February, 1989.

> STATE OF NEW MEXICO OIL CONSERVATION DIVISION

Wictor 2. Lyon

for WILLIAM J. LEMAY Director

SEAL