

KELLAHIN AND KELLAHIN

*Attorneys at Law*

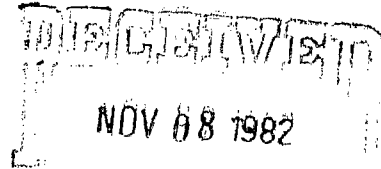
Jason Kellahin  
W. Thomas Kellahin  
Karen Aubrey  
James B. Grant

El Patio - 117 North Guadalupe  
Post Office Box 2265  
Santa Fe, New Mexico 87501

Telephone 982-4285  
Area Code 505

November 4, 1982

Mr. Joe D. Ramey  
OIL CONSERVATION DIVISION  
P. O. Box 2088  
Santa Fe, NM 87501



Re: C & K Petroleum Inc.

Dear Mr. Ramey:

On behalf of C & K Petroleum Inc., we have docketed a compulsory pooling case for hearing on November 10, 1982, in Case 7730 to pool the S/2SW/4 of Section 27, T16S, R37E, Lea County, New Mexico.

Subsequent to filing this application certain parties, who we understood would join in the drilling, now may in fact, not ultimately join.

C & K Petroleum Inc., is commencing this well as soon as possible.

Accordingly, I have enclosed an amended application to specifically name all interest owners in the unit with the understanding that we will pool their interest under this application unless they have either executed the necessary operating agreement or have otherwise contractually committed their interest to this well.

In addition, please continue our November 10, 1982, hearing date and place this case on the November 29, 1982, hearing docket for cases to be heard by the full Commission.

Please call me if you have any questions.

Very truly yours

W. Thomas Kellahin

WTK:rb

Enc.

cc: All Parties listed on  
Application Exhibit "A"

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

RECEIVED  
NOV 08 1982

IN THE MATTER OF THE APPLICATION OF  
C & K PETROLEUM, INC., FOR COMPULSORY  
POOLING, LEA COUNTY, NEW MEXICO.

CASE 7730

FIRST AMENDED APPLICATION

COMES NOW, C & K PETROLEUM, INC. by and through its attorneys, KELLAHIN & KELLAHIN, and amends its application to the New Mexico Oil Conservation Commission for an order pooling all of the mineral interests in the Pennsylvania formations underlying the S/2SW/4 of Section 27, T16S, R37E, NMPM, Lea County, New Mexico and in support thereof would show:

1. Applicant proposes to drill a well in the S/2SW/4 of said Section 27 to test the Casey-Strawn Pool.
2. The Applicant has sought to obtain the cooperation of all parties.
3. 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.
4. The following individuals and companies have various interests in the proposed spacing and proration unit to be pooled and are entitled to notice of this application:  
See Exhibit "A" attached hereto and incorporated by reference herein.
5. That the Applicant proposes to pool the interests of the parties listed on Exhibit "A" unless each has made

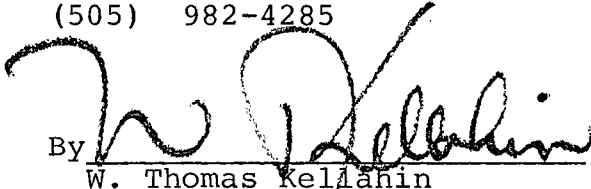
a written committment to join or participate in the subject well as of the date of hearing of this application.

6. Copies of this application have been mailed to each party listed on Exhibit "A".

WHEREFORE, Applicant prays that this Application be set for hearing before the Commission, and that after notice and hearing as required by law, the Commission enter its order pooling all of the mineral interests in the Pennsylvanian formation underlying the S/2SW/4 of Section 27, Township 16 South, Range 37 East, NMPM. Applicant further prays that it be named operator of the well, and that the order make provision 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, and for such other and further relief as may be proper.

Respectfully submitted,

KELLAHIN & KELLAHIN  
Post Office Box 2265  
Santa Fe, New Mexico 87501  
(505) 982-4285

By   
W. Thomas Kellahin

Attorneys for Applicant

EXHIBIT "A"

Shipp 27 "B" #1  
S/2 SW/4 Section 27, T-16-S, R-37-E  
Lea County, New Mexico

Texaco, Inc.  
Box 3109  
Midland, Texas 79701  
28.802833% x 1/2  
plus 17.135416% x 1/2 (Leasehold) 22.968750%

Ann Morris Marshall  
2865 Mac Vicar  
Topeka, Kansas 66611  
.755208% (Leasehold)  
.026042% (Unleased) .781250%

Yates Petroleum Corporation (Cecil Hightower lease)  
207 South Fourth Street  
Artesia, New Mexico 88210  
1/2 of 13.3333% (Leasehold) 6.666667%

Roy G. Barton, Jr. & E. L. Latham, Jr.  
.0651040% (leasehold)  
plus 1/2 of .0651041% (Unleased)  
plus 1/2 of 25.0651041% (Unleased)  
plus .0651040% (Leasehold)  
plus .0651040% (Unleased) 12.760416%

Roy G. Barton, Jr.  
P.O. Box 978  
Hobbs, New Mexico 88240  
1/2 of 12.760416% 6.380208%

E. L. Latham, Jr.  
P.O. Box 1392  
Hobbs, New Mexico 88240  
1/2 of 12.760416% 6.380208%

Heritage Resources  
Box 777  
Davis, Oklahoma 73030 1.562500% Unleased

Petroleum Corporation of Texas  
Box 911  
Breckenridge, Texas 76024 2.083334% Unleased

Clifford Cone  
P.O. Box 6010  
Lubbock, Texas 79413 .208333% Unleased

Douglas Cone  
P.O. Box 6217  
Lubbock, Texas 79413 .208333% Unleased

Kenneth G. Cone  
P.O. Box 5246  
Austin, Texas 78763

.208333% Unleased

J. V. Ringold  
Address Unknown (1/768)

.130208% Unleased

J. D. Parks  
Address Unknown (1/768)

.130208% Unleased

H. M. Parks  
Address Unknown (1/768)

.130208% Unleased

C. W. Parks  
Address Unknown (1/768)

.130208% Unleased

Ruth Armstrong  
Address Unknown (1/384)

.260417% Unleased

Luther Emery  
Address Unknown (1/256)

.390625% Unleased

Lenore Parke for life, with  
remainder to Mrs. Robert L. Christopher  
Address Unknown (1/320)

.312500% Unleased