

CAMPBELL, CARR, BERGE
& SHERIDAN, P.A.
LAWYERS

MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
MICHAEL H. FELDEWERT
ANTHONY F. MEDEIROS
PAUL R. OWEN
KATHERINE M. MOSS

JACK M. CAMPBELL
OF COUNSEL

JEFFERSON PLACE
SUITE 1 - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
FACSIMILE: (505) 983-6043
E-MAIL: ccbspa@ix.netcom.com

June 16, 1998

HAND-DELIVERED

Lori Wrotenbery, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
2040 South Pacheco Street
Santa Fe, New Mexico 87503

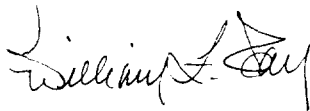
12123

Re: *Application of Manzano Oil Corporation for Special Pool Rules, Lea
County, New Mexico*

Dear Ms. Wrotenbery:

Enclosed in triplicate is the Application of Manzano Oil Corporation in the above-referenced case as well as a copy of the legal advertisement. Manzano Oil Corporation requests that this matter be placed on the docket for the July 9, 1998 Examiner hearings.

Very truly yours,



WILLIAM F. CARR

WFC:mlh

Enclosures

cc: Mr. Kenneth Barbe

**STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES
OIL CONSERVATION DIVISION**

IN THE MATTER OF THE APPLICATION
OF MANZANO OIL CORPORATION
FOR SPECIAL POOL RULES,
LEA COUNTY, NEW MEXICO.

CASE NO. 12673

APPLICATION

MANZANO OIL CORPORATION, ("Manzano") by its undersigned attorneys, hereby makes application to the Oil Conservation Division for an Order promulgating special pool rules and regulations for Featherstone-Bone Spring Pool including provisions for 80-acre spacing and special well location requirements, and in support of this application states:

1. The Featherstone Bone Spring Pool was created by the Oil Conservation Division by Order No. R-7030 and has been extended from time to time to include the following acreage:

Township 20 South, Range 35 East, NMPM

Section 21: NE/4

Section 22: N/2

2. Manzano has recently recompleted its Appleseed Federal Well No. 1 from the Morrow formation to the Bone-Spring formation, Undesignated Featherstone-Bone Spring Pool. Said well is capable of draining in excess of the 40-acre spacing unit which is dedicated to it pursuant to the General Rules and Regulations of the Oil Conservation

Division.

3. Operating this pool under Statewide rules which provide for 40-acre spacing and proration units in the Bone Spring formation will result in the drilling of unnecessary wells, inefficient operations and will cause waste.

4. Manzano seeks the adoption of Special Rules and Regulations for the Featherstone-Bone Spring Pool to provide for 80-acre spacing and to permit wells to be located within 150 feet of the center of a governmental quarter-quarter section.

5. Approval of this application will protect the correlative rights of each owner in the pool by affording them the opportunity to produce their just and equitable share of the reserves in the pool, will prevent waste of hydrocarbons and will otherwise be in the best interest of conservation.

WHEREFORE, Manzano Oil Corporation requests that this application be set for hearing before a Division Examiner on July 9, 1998 and that after notice and hearing as required by law and the rules of the Division, that this application be granted.

Respectfully submitted,

CAMPBELL, CARR, BERGE
& SHERIDAN, P. A.

By: 

WILLIAM F. CARR

Post Office Box 2208

Santa Fe, New Mexico 87504-2208

ATTORNEYS FOR MANZANO OIL
CORPORATION

CASE 12003: Application of Manzano Oil Corporation for special pool rules, Lea County, New Mexico. Applicant in the above-styled cause seeks the promulgation of special rules and regulations for the Featherstone-Bone Spring Pool comprised of portions of Sections 20 and 21 of Township 20 South, Range 35 East, NMPM, including provisions for 80-acre spacing and special well location requirements. Said area is located approximately ____ miles _____ of _____, New Mexico.