

Force Pooling
SE/4 Section 17-T29N-R13W
RPC 17-4

Arnette Small
2516 Sinbad Road
Dodgeville, WI 53533
.9165 net acres

Elizabeth L Fisk, Trustee
P O Box 310
Farmington, NM 87499
1.5406 acres

Howard Henderson, deceased
5809 North 24th Place
Phoenix, AZ 86016
2.75 acres

Julia Cremean Satterley
P O Box 448
Wadsworth, IL 60083
.9165 acres

Dr. William A Hall
416 N Behrend Street
Farmington, NM 87401
5.00 acres

First National Bank of Iowa City, Iowa
Trustee U/T/A dated August 6, 1966
P O Box 1800
Iowa City, IA 52244
5.00 acres

Navajo Bible Missionary Church
P O Box 1655
Farmington, NM 87499
.4300 acres

New Mexico State Highway Department
Attn: Mr. Lester Cisneros
P O Box 1149
Santa Fe, NM 8750-1149
1.0733 acres



KELLAHIN AND KELLAHIN

ATTORNEYS AT LAW

EL PATIO BUILDING

117 NORTH GUADALUPE

POST OFFICE BOX 2265

SANTA FE, NEW MEXICO 87504-2265

TELEPHONE (505) 982-4285
TELEFAX (505) 982-2047

W. THOMAS KELLAHIN*

*NEW MEXICO BOARD OF LEGAL SPECIALIZATION
RECOGNIZED SPECIALIST IN THE AREA OF
NATURAL RESOURCES-OIL AND GAS LAW

JASON KELLAHIN (RETIRED 1991)

January 3, 2002

TO: NOTICE OF THE HEARING OF THE FOLLOWING NEW
MEXICO OIL CONSERVATION DIVISION CASE:

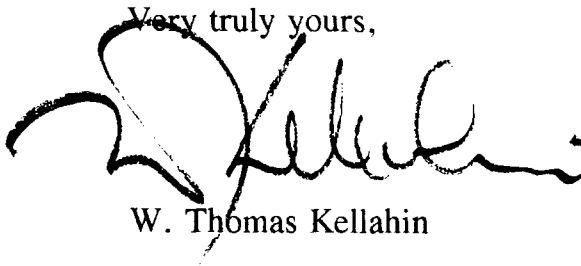
*Re: Application of Richardson Production Company
for Compulsory Pooling
San Juan County, New Mexico*

On behalf of Richardson Production Company, please find enclosed our application for compulsory pooling for its RPC "17" Well No. 4, (Unit O) SE/4 Section 17, T29N, R13W, NMPM. This case will be heard at the January 24, 2002 hearing to be held by the New Mexico Oil Conservation Division at the Division hearing room located at 1220 South Saint Francis Drive, Santa Fe, New Mexico.

As an interest owner who may be affected by this application, we are notifying you of your right to appear at the hearing and participate in this case, including the right to present evidence either in support of or in opposition to the application. Failure to appear at the hearing may preclude you from any involvement in this case at a later date.

Pursuant to the Division's Memorandum 2-90, you are further notified that if you desire to appear in this case, then you are requested to file a Pre-Hearing Statement with the Division not later than 4:00 PM on Friday, January 18, 2002, with a copy delivered to the undersigned.

Very truly yours,

A handwritten signature in black ink, appearing to read 'W. Thomas Kellahin', is written over the typed name. The signature is fluid and cursive.

W. Thomas Kellahin

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

**IN THE MATTER OF THE APPLICATION
OF RICHARDSON PRODUCTION COMPANY
FOR COMPULSORY POOLING
SAN JUAN COUNTY, NEW MEXICO.**

CASE NO. _____

APPLICATION

Comes now RICHARDSON PRODUCTION COMPANY, by its attorneys, Kellahin & Kellahin, and in accordance with Section 70-2-17.C (1978) applies to the New Mexico Oil Conservation Division for an order pooling all mineral interests in the Pictured Cliffs formation underlying the SE/4 of Section 17, T29N, R13W, NMPM, San Juan County, New Mexico, forming standard 160-acre spacing and proration unit to be dedicated to its RPC "17" Well No. 4 which is to be located at an unorthodox gas well location in Unit O of Section 17 for production from the Pictured Cliffs formation. Also to be considered will be the costs of participation in the well, including but not limited to the costs of drilling, completing and equipping, with the inclusion of a risk factor penalty and the allocation of those costs and income therefor as well as actual operating costs and charges for supervision, and the designation of Richardson Operating Company as the operator of the well.

In support of its application, Richardson Production Company ("Richardson") states:

1. Richardson has acquired a right to drill for the oil and gas minerals underlying the SE/4 of Section 17, T29N, R13W, NMPM, San Juan County, New Mexico.
2. Richardson has proposed to the other working interest owners and unleased mineral owners that this well be drilled and completed for any Pictured Cliffs production to be dedicated to a 160-acre gas spacing and proration unit consisting of the SE/4 of Section 17.

3. In accordance with Division Rule 104, applicant will file an application with the Division for administrative approval to drill, complete, produce and operate this well at an unorthodox well location 1392 feet from the east line and 562 feet from the south line of Section 17.

4. Despite its good faith efforts, Richardson has been unable to obtain a written voluntary agreement from all owners as shown on Exhibit "A".

5. Pursuant to NMSA 1978, Section 70-2-17.C and in order to obtain its just and equitable share of production from the subject well and these spacing units, Richardson needs an order of the Division pooling the identified and described mineral interests in order to protect correlative rights and prevent waste.

6. In accordance with the Division's notice requirements, a copy of this application has been sent to those interest owners.

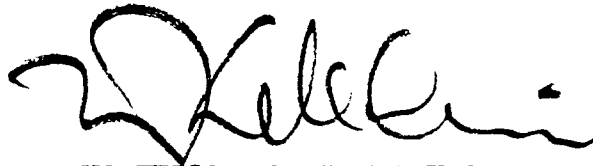
7. Richardson requests that this matter be set for a hearing before the Division on the next available Examiner's docket now scheduled for January 24, 2002.

WHEREFORE, Richardson, as applicant, requests that this application be set for hearing on January 24, 2002 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 in these spacing units for the drilling, completion and operations of the subject well for downhole commingled production upon terms and conditions which include:

- (1) Richardson Operating Company be named operator;
- (2) provisions for each working interest owner to participate in any production by reimbursing the applicant for the value of the costs of drilling, completing, equipping and operating said well;
- (3) In the event a working interest owner fails to elect to participate, then provisions be made to recover out of production, reimbursement to the applicant for the costs of drilling, completing, equipping and operating the well, including a risk factor penalty of 200 %;

- (4) Provision for overhead rates of \$5,000 per month drilling and \$500 per month operating and a provision providing for an adjustment method of the overhead rates as provided by COPAS; and
- (5) For such other and further relief as may be proper.

RESPECTFULLY SUBMITTED:

A handwritten signature in black ink, appearing to read 'W. Thomas Kellahin', written in a cursive style.

W. THOMAS KELLAHIN
KELLAHIN & KELLAHIN
P. O. Box 2265
Santa Fe, New Mexico 87501
(505) 982-4285

U.S. Postal Service

CEP
(Domestic)

Richardson
RPC 17 Well #4
January 24, 2002
1/2/02

SENDER: COMPLETE THIS SECTION

- Richardson
- RPC 17 Well #4
- January 24, 2002
- 1/2/02

1. A. _____

COMPLETE THIS SECTION ON DELIVERY

- A. Received by (Please Print Clearly) _____ B. Date of Delivery 1/7/02
- C. Signature [Signature] ☐ Agent ☐ Addressee
- D. Is delivery address different from item 1? ☐ Yes ☐ No
- If YES, enter delivery address below: _____

First National Bank of Iowa
City, Iowa trustee U/T/A dated
August 6, 1996
PO Box 1800
Iowa City, IA 52244

First National Bank of Iowa
City, Iowa trustee U/T/A dated
August 6, 1996
PO Box 1800
Iowa City, IA 52244

2. Article Number (Copy from service label) _____

PS Form 3811, July 1999 7001 0320 0004 4159 3283

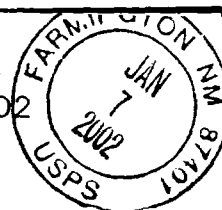
102595-00-M-0952

U.S. Postal Service

Richardson
RPC 17 Well #4
January 24, 2002
1/2/02

- Richardson
- RPC 17 Well #4
- January 24, 2002
- 1/2/02

1. _____



- A. Received by (Please Print Clearly) _____ B. Date of Delivery 1/7/02
- C. Signature [Signature] ☐ Agent ☐ Addressee
- D. Is delivery address different from item 1? ☐ Yes ☐ No
- If YES, enter delivery address below: _____

Elizabeth L Fisk Trustee
PO Box 310
Farmington, NM 87499

Express Mail
Return Receipt for Merchandise
I.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

2. Article Number (Copy from service label) _____

7001 0320 0004 4159 3245

PS Form 3800, January 2001

PS Form 3811, July 1999

Domestic Return Receipt

102595-00-M-0952

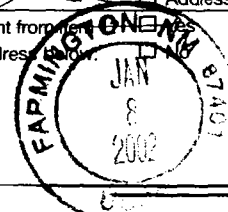
U.S. Postal Service

Richardson
RPC 17 Well #4
January 24, 2002
1/2/02

- Co Richardson
- ite RPC 17 Well #4
- Pri January 24, 2002
- so January 24, 2002
- At 1/2/02
- or

1. Ar. _____

- A. Received by (Please Print Clearly) William E. Shepherd B. Date of Delivery _____
- C. Signature [Signature] ☐ Agent ☐ Addressee
- D. Is delivery address different from item 1? ☐ Yes ☐ No
- If YES, enter delivery address below: _____



Dr William A Hall
416 N Behrend St.
Farmington, NM 87401

for Merchandise

☐ Yes

2. Article Number (Copy from service label) _____

PS Form 3811, July 1999

7001 0320 0004 4159 3290

95-00-M-0952

PS Form 3800, January 2001

See Reverse

SENDER: COMPLETE THIS SECTION

COMPLETE THIS SECTION ON DELIVERY

Richardson
RPC 17 Well #4
January 24, 2002
1/2/02

- Richardson
- RPC 17 Well #4
- January 24, 2002
- 1/2/02

1

Howard Henderson deceased
5809 North 24th Pl.
Phoenix, AZ 86016

Howard Henderson deceased
5809 North 24th Pl.
Phoenix, AZ 86016

A. Received by (Please Print Clearly)

B. Date of Delivery
JAN 07 2002

C. Signature

X *Richardson* ☐ Agent
☐ Addressee

D. Is delivery address different from item 1? ☐ YesIf YES, enter delivery address below: ☐ No

Service Type

☐ Certified Mail ☐ Express Mail☐ Registered ☐ Return Receipt for Merchandise☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

2. Article Number (Copy from service label)

PS Form 3811, July 1999

7001 0320 0004 4159 3252

0952

Richardson
RPC 17 Well #4
January 24, 2002
1/2/02

- Richardson
- RPC 17 Well #4
- January 24, 2002
- 1/2/02

1.

A. Received by (Please Print Clearly)

B. Date of Delivery

CHESTER DEAN

C. Signature

X *Chester Dean* ☐ Agent
☐ Addressee

D. Is delivery address different from item 1? ☐ YesIf YES, enter delivery address below: ☐ No

Navajo Bible Missionary
Church
PO Box 1655
Farmington, NM 87499

Navajo Bible Missionary
Church
PO Box 1655
Farmington, NM 87499

Merchandise

☐ Yes

2. Article Number (Copy from service label)

PS Form 3811, July 1999

7001 0320 0004 4159 3320

00-M-0952

- Co Richardson
- itel RPC 17 Well #4
- Pri January 24, 2002
- so 1/2/02
- Att
- or

1. Art.

Received by (Please Print Clearly)

B. Date of Delivery

Signature

Lester Cisneros ☐ Agent
☐ Addressee

Is delivery address different from item 1? ☐ YesIf YES, enter delivery address below: ☐ No

NM State Highway Dept.
Attn: Mr Lester Cisneros
PO Box 1149
SF, NM 87501-1149

NM State Highway Dept.
Attn: Mr Lester Cisneros
PO Box 1149
SF, NM 87501-1149

Merchandise

☐ Yes

2. Article Number (Copy from service label)

PS Form 3811, July 1999

7001 0320 0004 4159 3313

52

Richardson
RPC 17 Well #4
January 24, 2002
1/2/02

Julia Cremean Satterley
PO Box 448
Wadsworth, IL 60083

SENDER: COMPLETE THIS SECTION

- Richardson
- RPC 17 Well #4
- January 24, 2002
- 1/2/02

1. Article Number (Copy from service label)

COMPLETE THIS SECTION ON DELIVERY

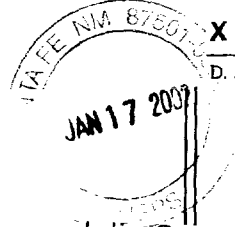
A. Received by (Please Print Clearly) B. Date of Delivery

C. Signature

☒ Agent
☐ Addressee

D. Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below: ☐ No



Julia Cremean Satterley
PO Box 448
Wadsworth, IL 60083

for Merchandise

☐ Yes

2. Article Number (Copy from service label)

PS Form 3811, July 1999

7001 0320 0004 4159 3306

0952

Richardson
RPC 17 Well #4
January 24, 2002
1/2/02

Arnette Small
2516 Sinbad Rd.
Dodgeville, WI 53533

- Complete items 1, 2, and 3
- Richardson
- RPC 17 Well #4
- January 24, 2002
- 1/2/02

1. Article

Received by (Please Print Clearly) B. Date of Delivery

Arnette Small 01-07-02

Signature

☐ Agent
☐ Addressee

Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below: ☐ No

Arnette Small
2516 Sinbad Rd.
Dodgeville, WI 53533

Express Mail
Return Receipt for Merchandise
C.O.D.
Extra Fee ☐ Yes

2. Article Number (Copy from service label)

PS Form 3811, July 1999

D 7001 0320 0004 4159 3238

SENDER: COMPLETE THIS SECTION

COMPLETE THIS SECTION ON DELIVERY

- Richardson
- RPC 17 Well #4
- January 24, 2002
- 1/2/02

1.

A. Received by (Please Print Clearly)

B. Date of Delivery

C. Signature

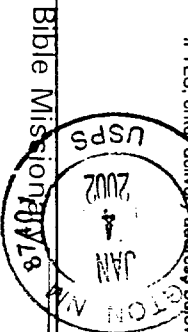
D. Is delivery address different from item 17?

If YES, enter delivery address below:

X

Yes

No



Navajo Bible Mission Church
PO Box 1655
Farmington, NM 87499

Merchandise

☐ Yes

2. Article Number (Copy from service label)

PS Form 3811, July 1999

7001 0320 0004 4159 3320

00-M-0952

SENDER: COMPLETE THIS SECTION

COMPLETE THIS SECTION ON DELIVERY

- Cc Richardson
- RPC 17 Well #4
- January 24, 2002
- 1/2/02

1. Article

A. Received by (Please Print Clearly)

B. Date of Delivery

C. Signature

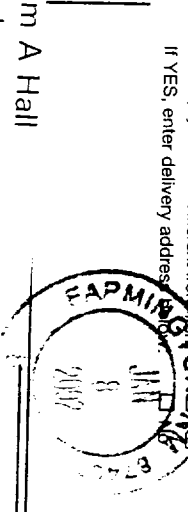
D. Is delivery address different from item 17?

If YES, enter delivery address below:

X

Yes

No



Dr William A Hall
416 N Behrend St.
Farmington, NM 87401

for Merchandise

☐ Yes

2. Article Number (Copy from service label)

PS Form 3811, July 1999

7001 0320 0004 4159 3290

95-00-M-0952

SENDER: COMPLETE THIS SECTION

COMPLETE THIS SECTION ON DELIVERY

- Richardson
- RPC 17 Well #4
- January 24, 2002
- 1/2/02

1.

A. Received by (Please Print Clearly)

B. Date of Delivery

C. Signature

D. Is delivery address different from item 17?

If YES, enter delivery address below:

X

Yes

No

Howard Henderson deceased
5809 North 24th Pl.
Phoenix, AZ 86016

Service Type

Certified Mail

Express Mail

Registered

Return Receipt for Merchandise

Insured Mail

C.O.D.

Restricted Delivery? (Extra Fee)

☐ Yes

2. Article Number (Copy from service label)

PS Form 3811, July 1999

7001 0320 0004 4159 3252

SENDER: COMPLETE THIS SECTION

COMPLETE THIS SECTION ON DELIVERY

- Richardson
- RPC 17 Well #4
- January 24, 2002
- 1/2/02

1. Article

A. Received by (Please Print Clearly)

B. Date of Delivery

C. Signature

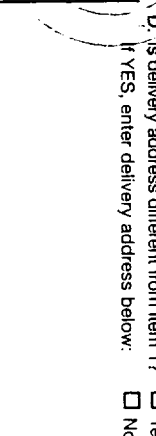
D. Is delivery address different from item 17?

If YES, enter delivery address below:

X

Yes

No



Julia Crenean Satterley
PO Box 448
Wadsworth, IL 60083

for Merchandise

☐ Yes

2. Article Number (Copy from service label)

PS Form 3811, July 1999

7001 0320 0004 4159 3306