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October 13, 1992



007 1 3 1992

CIL CONSERVATION CIV. CANTA FE

William J. LeMay, Director Oil Conservation Division New Mexico Department of Energy, Minerals and Natural Resources State Land Office Building Santa Fe, New Mexico 87503

> Re: In the Matter of the Application of Collins & Ware, Inc. for Compulsory Pooling, Lea County, New Mexico

Dear Mr. LeMay:

Enclosed in triplicate is the Application of Collins & Ware, Inc. in the above-referenced case. Collins & Ware, Inc. respectfully request that this matter be placed on the docket for the November 5, 1992 Examiner hearings.

Very truly yours,

WILLIAM F. CARR

WFC:mlh Enclosures cc w/enclosures:

Ms Elizabeth Moses Collins & Ware, Inc.

Case 10592



CCT 1 3 1992

BEFORE THE

CIL CUNSERVATION DIV. SANTA FE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION OF COLLINS & WARE, INC. FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

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CASE NO. 10592

APPLICATION

COLLINS & WARE, INC., through its undersigned attorneys, hereby makes application pursuant to the provisions of N.M.Stat.Ann. § 70-2-17, (1978), for an order pooling all of the mineral interests in all formations developed on 320-acre spacing in the S/2 of Section 6, Township 20 South, Range 34 East, N.M.P.M., Lea County, New Mexico, and in support thereof states:

1. Applicant owns or represents approximately 90% of the working interest in and under the S/2 of Section 6, and Applicant has the right to drill thereon.

2. Applicant proposes to dedicate the above-referenced spacing or proration unit to its Quiet Man Federal No. 1 Well to be drilled at an orthodox location 1980 feet from the South and West lines of Section 6, to a depth of approximately 13,900 feet, more or less, to test the Morrow formation, Big Jake Morrow Gas Pool.

3. Applicant has sought and obtained either voluntary agreement for pooling or farmout from all interest owners in the S/2 of said Section 6, except for those working interest owners set out on Exhibit A to this application.

4. Said pooling of interests will avoid the drilling of unnecessary wells, will prevent waste and will protect correlative rights.

5. In order to permit the Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, the mineral interests should be pooled, and Applicant should be designated the operator of the well to be drilled.

WHEREFORE, Applicant prays that this application be set for hearing before an Examiner of the Oil Conservation Division on November 5, 1992 and, after notice and hearing as required by law, the Division enter its order pooling the lands, including provisions for Applicant to recover its costs of drilling, equipping and completing the well, its costs of supervision while drilling and after completion, including overhead charges, and imposing a risk factor for the risk assumed by the Applicant in drilling, completing and equipping the well.

Respectfully submitted,

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

Bv: `

WILLIAM F. CARR Post Office Box 2208 Santa Fe, New Mexico 87504 Telephone: (505) 988-4421

ATTORNEYS FOR COLLINS & WARE, INC.

EXHIBIT A

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