

CASE 10860:

Application of Armstrong Energy Corporation for an unorthodox well location, Lea County, New Mexico. Applicant seeks authorization to drill to the Delaware formation, Northeast Lea-Delaware Pool, its Mobil Lea State Well No. 4 at a location 1155 feet from the South line and 1770 feet from the West line (Unit N) of Section 2, Township 20 South, Range 34 East, N.M.P.M., Lea County, New Mexico. The SE/4 SW/4 of said Section 2 is to be dedicated to said well forming a standard 40-acre spacing and proration unit. Said unit is located approximately _____ miles _____ of _____, New Mexico.

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& SHERIDAN, P.A.
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October 11, 1993

HAND-DELIVERED

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

10860

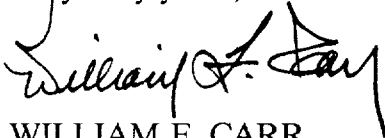
Re: Application of Armstrong Energy Corporation for an unorthodox well
location, Lea County, New Mexico

Dear Mr. LeMay:

Enclosed in triplicate is the Application of Armstrong Energy Corporation in the above-referenced case as well as a copy of a legal advertisement. Armstrong Energy Corporation requests that this matter be set for hearing before a Division Examiner on November 4, 1993.

Your attention to this request is appreciated.

Very truly yours,



WILLIAM F. CARR

WFC:mlh

Enclosures

cc: Mr. Robert G. Armstrong (w/enclosures)
Armstrong Energy Corporation
Post Office Box 1973
Roswell, New Mexico 88202

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BEFORE THE
OIL CONSERVATION DIVISION
NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION
OF ARMSTRONG ENERGY CORPORATION
FOR AN UNORTHODOX WELL LOCATION,
LEA COUNTY, NEW MEXICO.

CASE NO. 10860

APPLICATION

COMES NOW ARMSTRONG ENERGY CORPORATION, through its undersigned attorneys, and hereby makes application for an order approving an unorthodox well location, and in support thereof states:

1. Applicant is the operator of the SE/4 SW/4 of Section 2, Township 20 South, Range 34 East, N.M.P.M., Lea County, New Mexico and proposes to drill its Mobil Lea State Well No. 4 as an oil well in the Delaware formation, Northeast Lea-Delaware Pool, 1,155 feet from the South line and 1,770 feet from the West line in Unit N of said Section 2.
2. Applicant seeks an exception to the Division's well location requirements to permit the drilling of said well in the Delaware formation at the above-described location.
3. A standard 40-acre spacing and proration unit comprised of the SE/4 SW/4 of said Section 2 should be dedicated to the well.
4. Approval of this application will afford Applicant the opportunity to produce its just and equitable share of the oil and gas from the Delaware formation and will otherwise be in the best interest of the conservation, the protection of correlative rights and the prevention of waste.

WHEREFORE, Applicant requests that this matter be set for hearing before a duly appointed Examiner of the Oil Conservation Division on November 4, 1993, and after notice and hearing as required by law, the Division enter its Order granting this application and providing such other relief as is proper.

Respectfully submitted,

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

By:



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ATTORNEYS FOR ARMSTRONG ENERGY
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