STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

March 30, 1995

Ms. Tanya M. Trujillo Campbell, Carr, Berge & Cheridan Attorneys at Law Post Office Box 2208 Santa Fe, New Mexico 87504-2208

Dear Ms. Trujillo:

Based upon the reasons stated in your letter of March 30, 1995, and in accordance with the provisions of Division Orders Nos. R-10167, R-10169, and R-10170, AnSon Gas Corporation is hereby granted an additional extension of time until June 15, 1995, in which to begin the wells on the units pooled by said orders.

Sincerely,

WILLIAM J. LEMAY

Director

fd/

cc: Cases Nos. 11023, 11024) and 11025

OCD - Hobbs

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

LAWYERS

MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN

MICHAEL H. FELDEWERT TANYA M. TRUJILLO NANCY A. RATH

JACK M. CAMPBELL OF COUNSEL

RECEIVED

MAR 3 0 1995

Oil Conservation Division

JEFFERSON PLACE
SUITE I - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208

TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

March 30, 1995

VIA HAND DELIVERY

William LeMay
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
2040 South Pacheco Street
Santa Fe, New Mexico 87505

Re: Oil Conservation Division Case Nos. 11023, 11024 and 11025, Order Nos.

R-10167, R-10169, R-10170

Applications of AnSon Gas Corporation for Compulsory Pooling, Lea

County New Mexico

Dear Mr. LeMay:

On January 3, 1995, the New Mexico Oil Conservation Division granted an extension of time until April 15, 1995 to commence drilling wells pursuant to Order Nos. R-10167, R-10169, and R-10170. Currently, AnSon is attempting to resolve surface damage disputes with a surface owner, but has not been able to come to an agreement at this time. In addition, AnSon only recently received seismic data on the subject area, and would like additional time to review the data. For these reasons AnSon will be unable to commence drilling by April 15, 1995.

Accordingly, AnSon requests that it be granted an extension until June 15, 1995 to commence drilling its wells pursuant to Order Nos. R-10167, R-10169, and R-10170.

Very truly yours,

William F. Carr

Tanya M. Trujillo

cc: Charles E. Lundeen, via facsimile Don Maddox, Esq., via facsimile

KELLAHIN AND KELLAHIN

ATTORNEYS AT LAW
EL PATIO QUILDING
117 NORTH GUADALUPE
POST OFFICE BOX 2265

SANTA PE, NEW MEXICO 87504-2365

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

Pasc File 11023

NATURAL RESOURCES-OIL AND CAS LAW

-----JASON KELLAHIN (RET:RED :99)

'NEW MEXICO BOARD OF LEGAL SPECIALIZATION RECOGNIZED SPECIALIST IN THE AREA OF

W. THOMAS KELLAHIN.

March 9, 1995

VIA FACSIMILE

Mr. Michael E. Stogner
Chief Hearing Examiner
Oil Conservation Division
2040 South Pacheco
Santa Fe, New Mexico 87502

URGENT

Re: OBJECTION TO ADMINISTRATIVE APPLICATION

Administrative application of AnSon Gas Corporation for approval of an unorthodox well location for its Mary "33" Well No. 1
SE/4NW/4 Sec 33, T16S, R38E, NMPM
Lea County, New Mexico

Dear Mr. Stogner:

At the request of J. W. Neal, an attorney in Hobbs, I am representing Mrs. Mary Dobry who is the owner of the surface in the NW/4 of said Section 33.

We believe that as early as tomorrow. Anson Gas Corporation will seek administrative approval for an unorthodox well location for the referenced well. This matter was previously before the Division as Case 11023 heard on July 21, 1994. Anson is now seeking to change the location.

Mrs. Dobry objects to the location because it will be located within her irrigation circle and if approved for drilling will irreparably damage her property.

Accordingly, we request that if and when AnSon files for administrative approval of this location, that it be set for hearing and we be provided an opportunity to appear before the Division to oppose the drilling of the subject well.

W. Thomas Kellahin

Via facsimile to:

cc: J. W. Neal, Esq. cc: William F. Carr, Esq.

Attorney for AnSon Gas Corporation

KELLAHIN AND KELLAHIN

ATTORNEYS AT LAW

W. THOMAS KELLAHIN*

*NEW MEXICO BOARD OF LEGAL SPECIALIZATION RECOGNIZED SPECIALIST IN THE AREA OF NATURAL RESOURCES-OIL AND GAS LAW POST OFFICE BOX 2205
SANTA FE, NEW MRKICO 81304-0266

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

JASON KELLAHIN (RETIRED 1991)

FACSIMILE COVER SHEET

TO: Michael Stocher FROM: W. THOMAS KELLAHIN, Esq.

OF: OIL CONSERVATION DIVISION FAX #: 505 827 8177

Santa Fe

DATE: 03/ 09/ 1995 TIME: 3:45 PM

PAGES: 2 with cover sheet

REF: Objection to Administrative Application

This information contained in this Facsimile Message and Transmission is <u>ATTORNEY PRIVILEGED AND CONFIDENTIAL</u> information intended only for the use of the individual or entity named above. If the reader of this message is not the intended recipient, or the employee or agent responsible to deliver it to the intended recipient, you are hereby notified that any dissemination, distribution, or copying of this communication is <u>strictly prohibited</u>. If you have received this Facsimile in error, please immediately notify us by telephone and return the original message to us at the above address via the U.S. Postal Service. Thank you.

State of New Mexico **ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT** Santa Fe, New Mexico 87505





January 3, 1995

Mr. William F. Carr Campbell, Carr, Berge & Sheridan Attorneys at Law Post Office Box 2208 Santa Fe, New Mexico 87504-2208

Dear Mr. Carr:

Based upon the reasons stated in your letter of December 29, 1994, and in accordance with the provisions of Division Orders Nos. R-10167, R-10169, and R-10170, AnSon Gas Corporation is hereby granted an additional extension of time until April 15, 1995, in which to begin the wells on the units pooled by said orders.

Sincerely

MICHAEL E. STOGNER

Acting Director

fd/

Cases Nos. 11023, 11024, and 11025 cc:

OCD - Hobbs

VILLAGRA BUILDING - 408 Galisteo

Forestry and Resources Conservation Division P.O. Box 1948 87504-1948 827-5830 Park and Recreation Division P.O. Box 1147 87504-1147

827-7465

2040 South Pacheco

Office of the Secretary 827-5950 Administrative Services

827-5925 Energy Conservation & Management 827-5900

Mining and Minerals

Oil Conservation 827-7131

827-5970

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

LAWYERS

MICHAEL B. CAMPBELL
WILLIAM F CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
MICHAEL H. FELDEWERT
TANYA M TRUJILLO
NANCY A. RATH
JACK M. CAMPBELL
OF COUNSEL

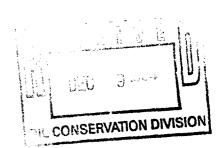
JEFFERSON PLACE
SUITE I - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208

TELECOPIER: (505) 988-4421
TELECOPIER: (505) 983-6043

December 29, 1994

HAND-DELIVERED

William J. LeMay, Director Oil Conservation Division New Mexico Department of Energy, Minerals and Natural Resources 2040 South Pacheco Street Santa Fe, New Mexico 87505



Re:

Oil conservation Division Case Nos. 11023, 11024, and 11025: Applications of AnSon Gas Corporation for Compulsory Pooling and an Unorthodox Oil Well Location, Lea County, New Mexico

Dear Mr. LeMay:

On August 9, 1994, the New Mexico Oil Conservation Division entered Orders R-10169, R-10167, and R-10170 granting the applications of AnSon Gas Corporation for compulsory pooling in each of the above-referenced cases. On October 18, 1994, the Commission granted an extension of time until January 15, 1995, to commence drilling wells in the pooled units. AnSon still intends to complete its wells as quickly as possible but has experienced substantial completion difficulties in its Anderson 33 #1 well and is unable to move as quickly in the development of the unit as it had hoped. In addition, AnSon is currently evaluating 3-D seismic data which recently has been shot and processed covering the relevant area of Section 33, and anticipates drilling once the data is evaluated.

William J. LeMay, Director December 29, 1994 Page 2

Accordingly, AnSon Gas Corporation requests that these Orders be extended to permit it to commence the drilling of each of the wells on or before April 15, 1995.

Your attention to this request is appreciated.

Very truly yours,

Jonga Suijello for WILLIAM F. CARR

WFC:mlh

cc: Charles E. Lundeen

STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

October 18, 1994

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

Mr. William F. Carr Campbell, Carr, Berge & Sheridan Attorneys at Law Post Office Box 2208 Santa Fe, New Mexico 87504-2208

Dear Mr. Carr:

Based upon the reasons stated in your letter of October 17, 1994, and in accordance with the provisions of Division Orders Nos. R-10167, R-10169, and R-10170, AnSon Gas Corporation is hereby granted an extension of time until January 15, 1995, in which to begin the wells on the units pooled by said orders.

Sincerely,

WILLIAM J. KEMA

Director

fd/

cc: Cases Nos. 11023, 11024, and 11025

OCD - Hobbs

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

LAWYERS

MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
MICHAEL H. FELDEWERT
TANYA M. TRUJILLO
JACK M. CAMPBELL

OF COUNSEL

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SUITE 1 - 110 NORTH GUADALUPE
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SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421

TELECOPIER: (505) 983-6043

retending dealers to Jan 15, 1905 (40 days)

October 17, 1994

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

Re: Oil Conservation Division Case Nos. 11023, 11024 and 11025:

Applications of AnSon Gas Corporation for Compulsory Pooling and an

Unorthodox Oil Well Location, Lea County, New Mexico

Dear Mr. LeMay:

On August 9, 1994 the New Mexico Oil Conservation Division entered Orders R-10169, R-10167 and R-10170 granting the applications of AnSon Gas Corporation for compulsory pooling in each of the above-referenced cases. AnSon intends to drill these wells at the earliest possible date but the rig which it proposes to use is now on an offsetting location where substantial mechanical problems have been experienced. This will delay for an extended period of time the completion of that well and, accordingly, the ability of AnSon to commence the drilling of the wells covered by the above-referenced orders.

Accordingly, AnSon Gas Corporation requests that these Orders be extended to permit it to commence the drilling of each of these wells on or before February 15, 1995.

Your attention to this request is appreciated.

Very truly yours,

WILLIAM F. CARR

WFC:mlh

ATTORNEY FOR ANSON GAS CORPORATION

cc: Charles E. Lundeen

ANSON COMPANY



August 15, 1994

Campbell, Carr, Berge & Sheridan P.O. Box 2208 Santa Fe, New Mexico 87504-2208

Attn: William F. Carr Tanya M. Trujillo Examiner
Morrore

ANSON GAS CORPORATION MANAGING GENERAL PARTNER

Re: New Mexico Oil Conservation Commission Division Case Nos. 11023, 11024 and 11025 Mary 33 #1, Lawrence 33 #1 and Arthur 33 #1 Section 33-16S-38E

Lea County, New Mexico Wood Prospect / P2344

Dear Tanya and Bill:

As we discussed, we have finalized our Farmout Agreement with Wood Oil Company in the captioned units and request that they be dismissed under Order Nos. R-10167, R-10169 and R-10170 which were entered on August 9, 1994. We appreciate your help and cooperation in this matter.

Sincerely,

AnSon Company

Charles E. Lundeen Land Manager

CEL/kjh.

cc: New Mexico Oil Conservation Division Wood Oil Company



ANSON COMPANY 19 AM 8 50

- SUNGER, STA DIVISION

CERTIFIED MAIL RETURN RECEIPT REQUESTED

ANSON Gas Corporation MANAGING GENERAL PARTNER

August 15, 1994

W. Wayne Gill and Merle Gill P.O. Box 3729 Midland, Texas 79705

Morross

Smith-Clement Exploration, Inc. 1802-F Carryon Park Circle Edmond, Oklahoma 73013

> Re: Mary 33 #1

> > Case No. 11023, Order No. R-10169 SE/4 NW/4 Section 33-16S-38E Lea County, New Mexico Wood Prospect / P2344

Gentlemen:

An Oklahoma

GENERAL PARTNERSHIP

By letter dated June 30, 1994, Mr. Wayne Gill advised that his mineral interest in the captioned unit was leased to Smith-Clement Exploration, Inc. Said lease was not filed of record prior to the time a force pooling application was filed by this office. Please be advised that an Order has issued from the Oil Conservation Division of New Mexico pooling your interest. Pursuant to said Order, please find enclosed copies of AFE for the referenced well. Please note on Page 4, Paragraph 5 that you have 30 days from receipt of the enclosed AFE in which to elect to participate in this test. Should you desire not to participate, you will be deemed to be a non-consenting working interest owner within this unit.

Sincerely,

AnSon Company

Charles E. Lundeen Land Manager

CEL/kjh Enclosures

Mr. William F. Carr - Campbell, Carr, Berge & Sheridan cc:

New Mexico Oil Conservation Division Mr. Al Swanson - J.O. Easley, Inc.

ANSON COMPANY

An Oklahoma General Partnership

CERTIFIED MAIL RETURN RECEIPT REQUESTED

ANSON GAS CORPORATION MANAGING GENERAL PARTNER

August 15, 1994

Smith-Clernent Exploration, Inc. 1802-F Canyon Park Circle Edmond, Oklahoma 73013

Attn: Mr. Jeff Smith

Re: Lawrence 33 #1

Case No. 11024, Order No. R-10167 NE/4 SW/4 Section 33-16S-38E Lea County, New Mexico

Arthur 33 #1

Case No. 11025, Order No. R-10170 NW/4 SE/4 Section 33-16S-38E Lea County, New Mexico Wood Prospect / P2344

Dear Mr. Smith:

Enclosed please find copies of the captioned Orders which were entered on August 9, 1994. Pursuant to said Orders, please find enclosed copies of AFEs for the referenced wells. Please note that Paragraph 5 on Page 4 of said Order provides that you have 30 days from date of receipt of estimated well costs to pay your share of completed well costs for these units. Should you desire not to participate, you will be deemed to be a non-consenting working interest owner within these units.

Sincerely,

AnSon Company

Charles E. Lundeen Land Manager

CEL/kjh Enclosures

cc: Mr. William F. Carr - Campbell, Carr, Berge & Sheridan New Mexico Oil Conservation Division

Mr. Al Swanson - J.O. Easley, Inc.

ANSON COMPANY

CERTIFIED MAIL RETURN RECEIPT REQUESTED

AN OKLAHOMA
GENERAL PARTNERSHIP

ANSON GAS CORPORATION MANAGING GENERAL PARTNER

August 15, 1994

E. Lila Snow P.O. Box 700987 Tulsa, Oklahoma 74170

Re: Lawrence 33 #1

Case No. 11024, Order No. R-10167 NE/4 SW/4 Section 33-16S-38E Lea County, New Mexico

Arthur 33 #1

Case No. 11025, Order No. R-10170 NW/4 SE/4 Section 33-16S-38E Lea County, New Mexico

Mary 33 #1

Case No. 11023, Order No. R-10169 SE/4 NW/4 Section 33-16S-38E Lea County, New Mexico Wood Prospect / P2344

Dear Ms. Snow:

Enclosed please find copies of the captioned Orders which were entered on August 9, 1994. Pursuant to said Orders, please find enclosed copies of AFEs for the referenced wells. Please note that Paragraph 5 on Page 4 of said Order provides that you have 30 days from date of receipt of well costs to pay your share of completed well costs for this unit. Should you desire not to participate, you will be deemed to be a non-consenting working interest owner within this unit.

Please contact Mr. Al Swanson at (405) 341-2284 concerning any elections you may have in these matters.

Sincerely,

AnSon Company

Charles E. Lundeen Land Manager

CEL/kjh Enclosures

cc: Mr. William F. Carr - Campbell, Carr, Berge & Sheridan

New Mexico Oil Conservation Division

Mr. Al Swanson - J.O. Easley, Inc.



RECEIVED BY SEP ZIL AM 8 50

JEFF SMITH PARTNER

BILL CLEMENT PARTNER

September 15, 1994

Moorow F. (+

HAND DELIVERED on SEPTEMBER 15th

Mr. Charles E. Lundeen Anson Company P.O. Box 24060 Oklahoma City, OK 73124

> Re: Case # 11024, Order #R-10167 Case # 11025, Order #R-10170 Case #(11023, Order #R-10169

Dear Chuck:

Following up on our telephone conversation last week, this will confirm that Smith-Clement Exploration, Inc. will participate in the three (3) wells to be drilled pursuant to the three (3) above cited pooling orders. Such elections are made, however, subject to item (7) of the Order which... "would allow any working interest owner who has committed to participation to back out of any well not started". Inasmuch as no well has been started on any of the three (3) units in which we were pooled, I question whether or not an election is due. In any event, if one (1) or more of the wells are to be drilled, kindly forward to us a standard Joint Operating Agreement.

Best Regards

Jeff Smith

/cc: New Mexico Conservation Division

Attra: Mr. Bill Lemay

William F. Carr, Esq.-Campbell, Carr, Berge & Sheridan