CAMPBELL & BLACK, P.A.

LAWYERS

JACK M. CAMPBELL BRUCE D. BLACK MICHAEL B. CAMPBELL WILLIAM F. CARR BRADFORD C. BERGE MARK F. SHERIDAN J. SCOTT HALL JOHN H. BEMIS MARTE D. LIGHTSTONE

GUADALUPE PLACE SUITE I - 110 NORTH GUADALUPE POST OFFICE BOX 2208 SANTA FE, NEW MEXICO 87504-2208 TELEPHONE: (505) 988-4421 TELECOPIER: (505) 983-6043

December	13,	1988	Cecile	956>
HAND-DELIVERED			PLOEINED	
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			DEC 13 Mag	
			OIL CONSERT. NON SMISTOR	

In the Matter of the Application of Amerind Oil Company Re: for Compulsory Pooling, Lea County, New Mexico

Dear Mr. LeMay:

Enclosed is an Application of Amerind Oil Company in the abovereferenced case. Amerind Oil Company respectfully requests that this matter be placed on the docket for the Examiner hearings scheduled on January 4, 1989.

Very truly you: WILLIAM R. CARR

WFC:mlh Enclosures cc w/enclosures: Mr. Bill Seltzer Amerind Oil Company

BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION OF AMERIND OIL COMPANY FOR COMPULSORY CASE NO. $\underline{956}$

APPLICATION

AMERIND OIL COMPANY, by and through its undersigned attorneys, and as provided by Section 70-2-17, N.M.S.A. (1978), hereby makes application to the Oil Conservation Division for an order pooling all of the minerals interests to the base of the Strawn formation in and under the S/2 NW/4 of Section 29, Township 16 South, Range 37 East, N.M.P.M., Lea County, New Mexico, and in support thereof would show the Division:

1. Applicant owns or represents approximately 97% of the working interest in and under the S/2 NW/4 of Section 29, and Applicant has the right to drill thereon.

2. Applicant proposes to dedicate the above-referenced pooled unit to a well to be drilled at a legal location in the SW/4 NW/4 of said Section 29, to a depth of approximately 11,400 feet to test all formations to the base of the Strawn formation.

3. Applicant has sought and obtained either voluntary agreement for pooling or farmout from all other interest owners in the S/2 NW/4 of said Section 29, except for Cibola Energy Corporation, Post Office Box 1668, Albuquerque, New Mexico 87103, the owner of a 3.1813% working interest.

1

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 a duly appointed Examiner of the Oil Conservation Division on January 4, 1989, and that 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, and making such other and further provisions as may be proper in the premises.

> Respectfully submitted, CAMPBELL & BLACK, P.A.

By: WILLIAM F. CARR

Post Offlice Box 2208 Santa Fe, New Mexico 87504 Telephone: (505) 988-4421

ATTORNEYS FOR AMERIND OIL COMPANY

2