



David L. Wacker
Division Manager
Hobbs Division
Exploration and Production, North America

Conoco Inc.
726 East Michigan
P.O. Box 460
Hobbs, NM 88241
(505) 397-5800

October 6, 1989

Mr. Michael E. Stogner
New Mexico Oil Conservation Division
Department of Energy and Minerals
P.O. Box 2088
Santa Fe, New Mexico 87501

Dear Mr. Stogner:

Application for Examiner Hearing,
Dee State No. 2, Eddy County, New
Mexico - Conoco Inc.

RECEIVED

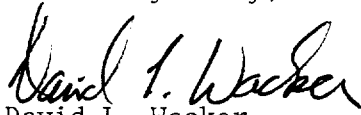
OCT 10 1989

OIL CONSERVATION DIV.
SANTA FE

9804

Attached are three (3) copies of the subject Application. Please schedule this for Examiner Hearing on November 1, 1989.

Yours very truly,


David L. Wacker
Division Manager

JAM/tm
2.

Attachments
cc: Tom Kellahin, Santa Fe

BEFORE THE OIL CONSERVATION DIVISION
ENERGY AND MINERALS DEPARTMENT
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF CONOCO INC.
FOR COMPULSORY POOLING ALL WORKING INTERESTS
FROM THE SURFACE TO THE BASE OF THE CISCO
CANYON FORMATION UNDERLYING THE SW/4 OF SECTION 36,
T-19S, R-24E, EDDY COUNTY, NEW MEXICO, AND FOR
APPROVAL OF A STANDARD PRORATION UNIT CONSISTING
OF THE SW/4 OF SAID SECTION 36, FOR THE DRILLING
OF A WELL AT A STANDARD LOCATION THEREON. ALSO
TO BE CONSIDERED WILL BE THE COST OF DRILLING AND
COMPLETING SAID WELL AND THE ALLOCATION OF THE COST
THEREOF AS WELL AS ACTUAL OPERATING COSTS AND CHARGES
FOR SUPERVISION, DESIGNATION OF APPLICANT AS OPERATOR
OF THE WELL, AND A CHARGE FOR RISK INVOLVED IN
DRILLING SAID WELL.

Case:
9801

A P P L I C A T I O N

Applicant, CONOCO INC. respectfully requests
authority for compulsory pooling all working interests from the
surface to the base of the Cisco Canyon formation underlying the
SW/4 of Section 36, T-19S, R-34E, Eddy County, New Mexico, for
approval of a standard proration unit, for consideration of
costs, and for designation of Applicant as operator, and in
support thereof will show:

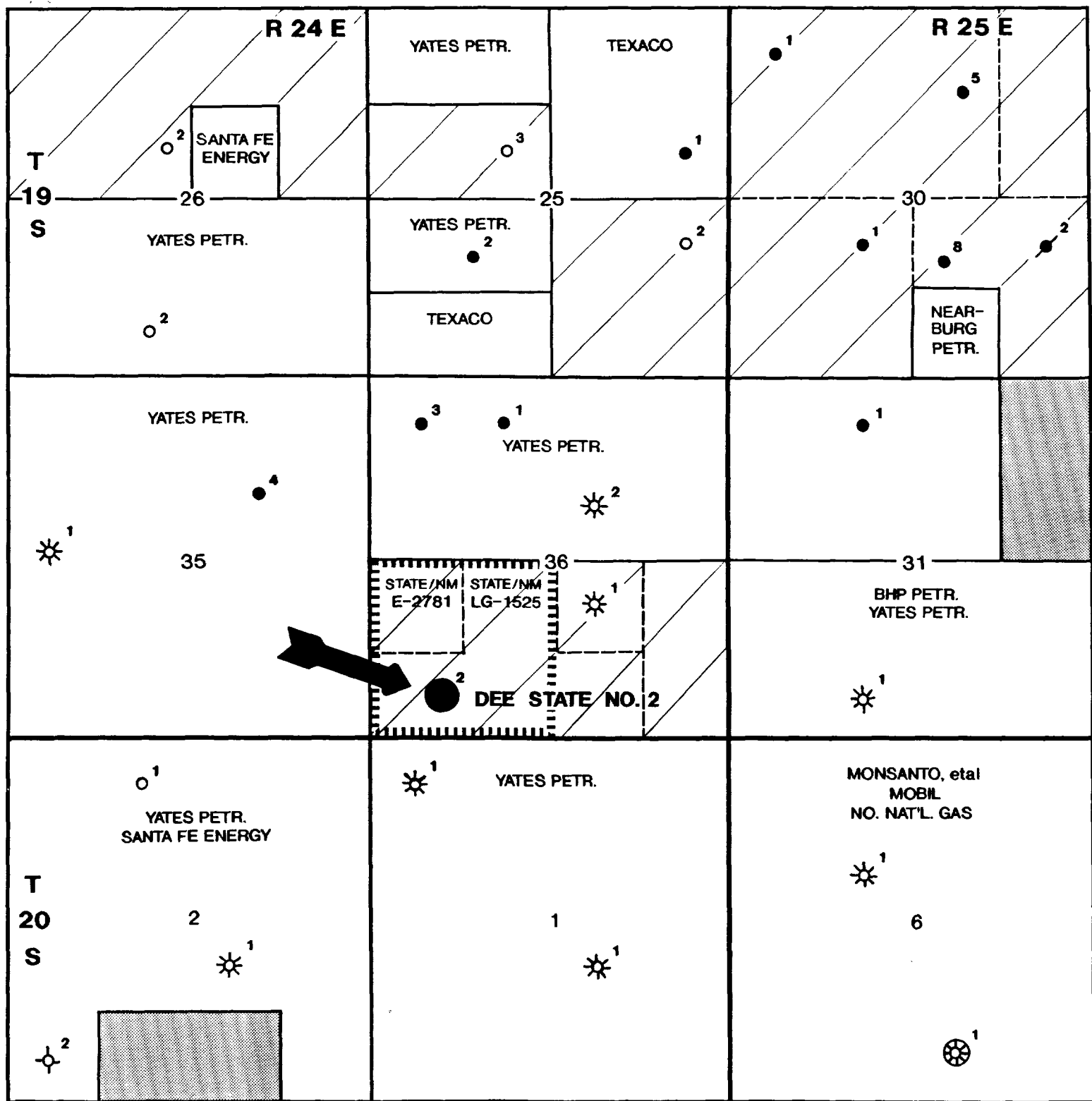
1. Applicant is operator and co-owner of State of New Mexico lease E-2781, which includes the NW/4 SW/4 of Section 36, T-19S, R-24E, Eddy County, New Mexico.
2. Applicant is operator and co-owner of State of New Mexico lease LG-1525, which includes the NE/4 SW/4 and the S/2 SW/4 of Section 36, T-19S, R-24E, Eddy County, New Mexico.
3. Applicant desires to drill a well at a standard location of 660' FSL and 990' FWL of Section 36, T-19S, R-24E, Eddy County, New Mexico which is intended to be a Dagger Draw, North Upper Pennsylvanian oil well.
4. Applicant requests the dedication of the SW/4 of said Section 36, consisting of 160 acres to the proposed well, being a standard proration unit in size and shape.
5. That the granting of this application will prevent waste and will not impair the correlative rights of any party.

WHEREFORE, Applicant respectfully requests that the application be set for hearing before the Division's duly appointed examiner at the regularly scheduled hearing on November 1, 1989, and upon hearing, an order be entered authorizing compulsory pooling and cost considerations as described above.




Respectfully submitted,
CONOCO INC.

by D. L. Wacker
D. L. Wacker
DIVISION MANAGER
HOBBS DIVISION

JAM/tm



PROPOSED PRORATION UNIT

NORTH AMERICAN EXPLORATION
AND PRODUCTION
HORBS DIVISION

EDDY CO., NEW MEXICO

NORTH DAGGER DRAW

SCALE : 1" = 2000'

Submit to Appropriate
District Office
State Lease - 4 copies
Fee Lease - 3 copies

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator Conoco, Inc.			Lease Dee State		Well No. 2
Unit Letter M	Section 36	Township 19 South	Range 24 East	County Eddy	

Actual Footage Location of Well:

660 feet from the South line and 990 feet from the West line
Ground level Elev. 3619.3
Producing Formation Cisco Canyon
Pool North Dagger Draw Upper Penn.
Dedicated Acreage: 160 Acres

- Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on this plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?
☐ Yes ☐ No If answer is "yes" type of consolidation _____
If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.)
No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.

OPERATOR CERTIFICATION
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Signature

Printed Name

W.W. Baker

Position

Administrative Supr.

Company

Conoco Inc.

Date

Sept. 12, 1989

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed

August 24, 1989

Signature & Seal of
Professional Surveyor

John W. West

Certificate No. JOHN W. WEST, 676
RONALD J. EIDSON, 3239

