**CEVIEDUM** 

# BEFORE THE

MAR 1 6 1990

OIL CONSERVATION DIV. SANTA FE

# OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION OF ENRON OIL & GAS COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 9907

### APPLICATION

COMES NOW ENRON OIL & GAS 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 mineral interests from the surface to the base of the Atoka formation for any and all formations developed on 320-acre spacing under the N/2 of Section 1, for any and all formations developed on 160-acre spacing under the NW/4 of Section 1, for any and all formations developed on 80-acre spacing under the E/2 NW/4 of Section 1, and for any and all formations developed on 40-acre spacing under the NE/4 NW/4 of Section 1, all in Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico, and in support thereof would show the Division:

- 1. Applicant owns or represents approximately 50% of the working interest in and under the N/2 of Section 1, and Applicant has the right to drill thereon.
- 2. Applicant proposes to dedicate the above-referenced pooled unit to its Malaga "1" Fed Com No. 1 Well to be drilled at a standard location in the N/2 of said Section 1, to a depth of approximately 12,100 feet to test all formations to the base of the

#### Atoka formation.

3. Applicant has sought and obtained either voluntary agreement for pooling or farmout from all other interest owners in the N/2 of said Section 1, except for the following working interest owners:

Texaco Inc. 25% WI Post Office Box 2100

Denver, Colorado 80201 Attn: Gary Cox

7 Killi. Gury Gox

Santa Fe Energy Company 12.5% WI

500 West Illinois, Suite 500 Midland, Texas 79701 Attn: Vernon D. Dyer

Exxon Company, U.S.A. 12.5% WI

Post Office Box 1600 Midland, Texas 79702 Attn: Joe B. Thomas

- 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 April 18, 1990, 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.

WILLIAM F. CARR

Post Office Box 2208 \Santa Fe, New Mexico 87504

Telephone: (505) 988-4421

ATTORNEYS FOR ENRON OIL & GAS COMPANY

# CAMPBELL & BLACK, P.A.

LAWYERS

JACK M CAMPBELL BRUCE D. BLACK MICHAEL B. CAMPBELL W \_LIAM F. CARR BRADFORD C. BERGE MARK F. SHER:DAN WILLIAM P. SLATTERY PATRICIA A. MATTHEWS JEFFERSON PLACE

SUITE | - 110 NORTH GUADALUPE POST OFFICE BOX 2208

SANTA FE, NEW MEXICO 87504-2208

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

March 27, 1990

RECEIVED

**HAND-DELIVERED** 

MAR 27 1990

OIL CONSERVATION DIVISION

9907

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

> In the Matter of the Application of Enron Oil & Gas Company for Re:

Compulsory Pooling, Eddy County, New Mexico

Dear Mr. LeMay:

Enclosed in triplicate is the amended application of Enron Oil & Gas Company in the above-referenced case. Enron Oil & Gas Company respectfully requests that this matter be placed on the docket for the April 18, 1990 Examiner hearings.

Very truly yours,

WILLIAM F. CARR

WFC:mlh Enclosures

cc w/enclosure:

Mr. Robert McCommon

Enron Oil & Gas Company

Post Office Box 2267 Midland, Texas 79702

#### BEFORE THE

#### OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION OF ENRON OIL & GAS COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

# RECEIVED

MAR 27 1990 CASE NO. 9907

OIL CONSERVATION DIVISION

#### **AMENDED APPLICATION**

COMES NOW ENRON OIL & GAS 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 mineral interests from the surface to the base of the Atoka formation for any and all formations developed on 320-acre spacing under the N/2 of Section 1, for any and all formations developed on 160-acre spacing under the NW/4 of Section 1, for any and all formations developed on 80-acre spacing under the E/2 NW/4 of Section 1, and for any and all formations developed on 40-acre spacing under the NE/4 NW/4 of Section 1, all in Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico, and in support thereof would show the Division:

- 1. Applicant owns or represents approximately 50% of the working interest in and under the N/2 of Section 1, and Applicant has the right to drill thereon.
- 2. Applicant proposes to dedicate the above-referenced pooled unit to its Malaga "1" Fed Com No. 1 Well to be drilled at a standard location in the N/2 of said Section 1, to a depth of approximately 12,100 feet to test all formations to the base of the

#### Atoka formation.

3. Applicant has sought and obtained either voluntary agreement for pooling or farmout from all other interest owners in the N/2 of said Section 1, except for the following working interest owners:

Texaco Inc. 25% WI

Post Office Box 2100 Denver, Colorado 80201

Attn: Gary Cox

Santa Fe Energy Company 12.5% WI

500 West Illinois, Suite 500 Midland, Texas 79701 Attn: Vernon D. Dyer

Exxon Company, U.S.A. 12.5% WI

Post Office Box 1600 Midland, Texas 79702 Attn: Joe B. Thomas

Read & Stevens, Inc. .03% WI

400 North Pennsylvania

**Suite 1000** 

Roswell, New Mexico 88201

Attn: Joe Wigley

- 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 April 18, 1990, 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.

Post Office Box 2208 Santa Fe, New Mexico 87504

Telephone: (505) 988-4421

ATTORNEYS FOR ENRON OIL & GAS COMPANY

# CAMPBELL & BLACK, P.A.

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April 10, 1990

# **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 RECEIVED

APR 1 0 1990

OIL CONSERVATION DIVISION

Cars 9967

Re: In the Matter of the Application of Enron Oil & Gas Company for Compulsory Pooling and an Unorthodox Well Location, Eddy County, New Mexico

Dear Mr. LeMay:

Enclosed in triplicate is the Second Amended Application of Enron Oil & Gas Company in the above-referenced case. As you will note, the application has been amended to seek approval of an unorthodox location for Enron's proposed Malaga "1" Fed Com No. 1 Well.

Enron Oil & Gas Company respectfully requests that this case be continued from the April 18, 1990 Examiner hearings, readvertised, and scheduled for hearing before a Division Examiner on May 2, 1990

Your attention to this matter is appreciated.

Very truly yours

WILLIAM F. CARR

WFC:mlh Enclosures

cc w/enclosure:

Mr. Robert McCommon Enron Oil & Gas Company

Post Office Box 2267 Midland, Texas 79702

#### BEFORE THE

#### OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION OF ENRON OIL & GAS COMPANY FOR COMPULSORY POOLING, AND AN UNORTHODOX WELL LOCATION, EDDY COUNTY, NEW MEXICO.

#### RECEIVED

APR 1 0 1990 CASE NO. 993 >

OIL CONSERVATION DIVISION

# SECONDED AMENDED APPLICATION

COMES NOW ENRON OIL & GAS 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 mineral interests from the surface to the base of the Atoka formation for any and all formations developed on 320-acre spacing under the N/2 of Section 1, for any and all formations developed on 160-acre spacing under the NW/4 of Section 1, for any and all formations developed on 80-acre spacing under the E/2 NW/4 of Section 1, and for any and all formations developed on 40-acre spacing under the NE/4 NW/4 of Section 1, all in Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico, to be dedicated to a well to be drilled at an unorthodox location in the N/2 of Section 1, and in support thereof would show the Division:

1. Applicant owns or represents approximately 30% of the working interest in and under the N/2 of Section 1, and Applicant has the right to drill thereon.

- 2. Applicant proposes to dedicate the above-referenced pooled unit to its Malaga "1" Fed Com No. 1 Well to be drilled at an unorthodox location 660 feet from the North line and 1680 feet from the West line of Section 1. This well will be drilled to a depth of approximately 12,100 feet to test all formations to the base of the Atoka formation.
- 3. Applicant has sought and obtained either voluntary agreement for pooling or farmout from all other interest owners in the N/2 of said Section 1, except for the following working interest owners:

Texaco Inc.	25%	WI
Post Office Box 2100		
Denver, Colorado 80201		
Attn: Gary Cox		

Santa Fe Energy Company 500 West Illinois, Suite 500	12.5%	WI
Midland, Texas 79701		
Attn: Vernon D. Dyer		

Exxon Company, U.S.A.	12.5% WI
Post Office Box 1600	
Midland, Texas 79702	
Attn: Joe B. Thomas	

Read & Stevens, Inc. 20% WI 400 North Pennsylvania Suite 1000 Roswell, New Mexico 88201 Attn: Joe Wigley

4. Said pooling of interests an unorthodox well location 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, the

unorthodox location for the Malaga "1" Fed Com No. 1 Well should be approved, and

Applicant should be designated the operator of the well.

WHEREFORE, Applicant prays that this application be set for hearing before a

duly appointed Examiner of the Oil Conservation Division on May 2, 1990, and that after

notice and hearing as required by law, the Division enter its order approving the

unorthodox well location, 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.

Respectfully submitted,

CAMPBELL & BLACK, P.A.

WILLIAM F. CARR

Post Office Box 2208

Santa Fe, New Mexico 87504

Telephone: (505) 988-4421

ATTORNEYS FOR ENRON OIL & GAS COMPANY

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