## BEFORE THE

## OIL CONSERVATION DIVISION

# NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION OF NEARBURG PRODUCING COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 10176

#### APPLICATION

COMES NOW NEARBURG PRODUCING COMPANY, by its undersigned attorneys, pursuant to the provisions of N.M.Stat.Ann. § 70-2-17, (1978), hereby makes application for an order pooling all of the mineral interests in all Pennsylvanian gas formations in and under the W/2 of Section 16, Township 18 South, Range 25 East, N.M.P.M., Eddy County, New Mexico, and in support thereof would show the Division:

1. Applicant is a working interest owner in and under the W/2 of Section 16, and Applicant has the right to drill thereon.

2. Applicant proposes to dedicate the above-referenced pooled unit to its Ewing State No. 1 Well located at a standard location 1980 feet from the North and West lines of said Section 16, sufficient to test all Pennsylvanian formations.

3. Applicant has sought and obtained either voluntary agreement for pooling or farmout from all other interest owners in the W/2 of said Section 16, except for Torch Energy Advisors, Inc., 1221 Lamar, Suite 1600, Houston, Texas 77010.

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 December 19, 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.

Respectfully submitted,

CAMPBELL & BLACK, P.A.

WILLIAM F. CARR Post Office Box 2208 Santa Fe, New Mexico 87504 Telephone: (505) 988-4421

ATTORNEYS FOR NEARBURG PRODUCING COMPANY

#### BEFORE THE

### OIL CONSERVATION DIVISION

# NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION OF NEARBURG PRODUCING COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

GAL COMPERVATION DIVISION

CASE NO. [0178

#### **AMENDED APPLICATION**

COMES NOW NEARBURG PRODUCING COMPANY, by its undersigned attorneys, pursuant to the provisions of N.M.Stat.Ann. § 70-2-17, (1978), hereby makes application for an order pooling all of the mineral interests in all Pennsylvanian gas formations in and under the W/2 of Section 16, Township 18 South, Range 25 East, N.M.P.M., Eddy County, New Mexico, and in support thereof would show the Division:

1. Applicant is a working interest owner in and under the W/2 of Section 16, and Applicant has the right to drill thereon.

2. Applicant proposes to dedicate the above-referenced pooled unit to its Ewing State No. 1 Well located at a standard location 1980 feet from the North and West lines of said Section 16, sufficient to test all Pennsylvanian formations.

3. Applicant has sought and obtained either voluntary agreement for pooling or farmout from all other interest owners in the W/2 of said Section 16, except for Torch Oil and Gas Company, Torch Energy Advisors, Inc., and Felmont Oil and Gas Company, 1221 Lamar, Suite 1600, Houston, Texas 77010.

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 December 19, 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.

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