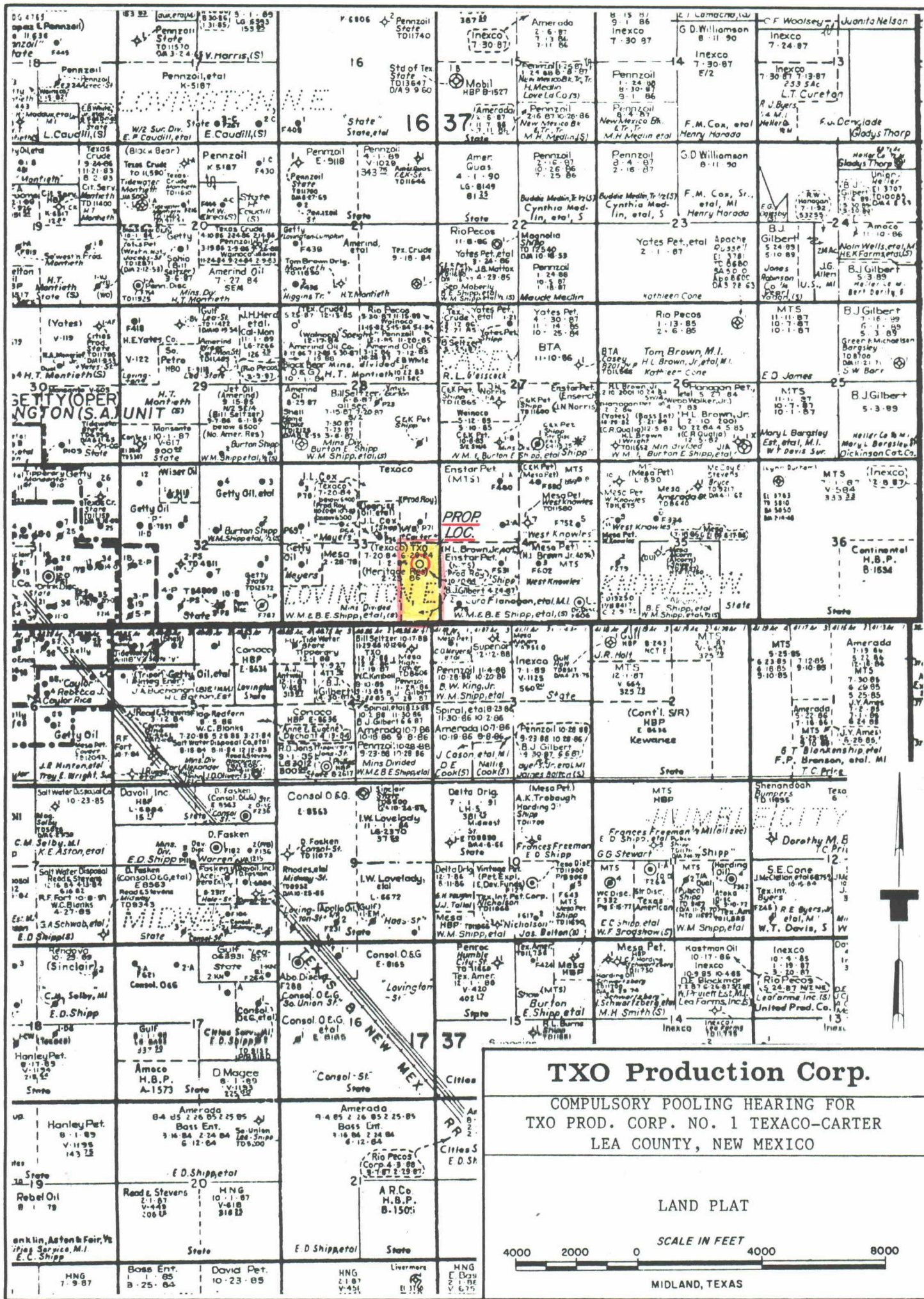




TXO
CASE NO. 8383

September 13, 1984

Cleroy, Inc.
Lanroy, Inc.
J. R. McGinley
P. O. Box 3405
Tulsa, Oklahoma 74101

CERTIFIED MAIL

Re: Carter "F" #1 Well
Forced Pooling Hearing
Casey-Strawn Pool
E/2 SE/4 Section 33,
T-16-S, R-37-E
Lea County, New Mexico

Gentlemen:

As you know TXO Production Corp. has proposed the drilling of the Carter "F" #1 Well at a location 1980' FSL and 660' FEL Section 33, T-16-S, R-37-E, Lea County, New Mexico. The proration unit for this well in the Casey-Strawn Pool will be the E/2 of the SE/4 of Section 33 referenced above.

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We will be docketing this case for hearing at the NMOCC in Santa Fe, New Mexico on October 17, 1984. The procedure for docketing a forced pooling case requires us to list the mineral and/or leasehold owners which may be subject to any forced pooling order.

In order to eliminate your name from the forced pooling list, we respectfully request that you make an election to lease or participate prior to September 24, 1984. The terms under which we would like to buy a lease from you are as follows:

- 1) \$150.00 per acre lease bonus;
- 2) 3/16 royalty in the event of production;
- 3) Three (3) year primary term.

BEFORE EXAMINER STORM
OIL CONSERVATION DIVISION

TXO EXHIBIT NO. 2
CASE NO. 8383

Cleroy, Inc. et al
Forced Pooling Hearing
Page 2

Another Authority for Expenditure (AFE) has been enclosed for your review in the event you wish to participate.

If we can be of any assistance regarding your election please feel free to call. Your early attention and cooperation is sincerely appreciated. We shall look forward to hearing from you soon.

Very truly yours,

David M. Hundley
Area Landman

DMH/bv
Enclosure

cc: W. Thomas Kellahin
Kellahin & Kellahin
Attorneys at Law
P. O. Box 2265

PS Form 3811, July 1983

● SENDER: Complete items 1, 2, 3 and 4.
Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for service(s) requested.

1. ☒ Show to whom, date and address of delivery.
2. ☐ Restricted Delivery.

3. Article Addressed to:

Cleroy, Inc. *et al*
P. O. Box 3405
Tulsa, Oklahoma 74101

4. Type of Service:

- ☐ Registered ☐ Insured
☒ Certified ☐ COD
☐ Express Mail

Article Number

P 264 538 100

Always obtain signature of addressee or agent and
DATE DELIVERED.

5. Signature — Addressee

X

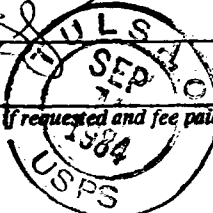
6. Signature — Agent

X

7. Date of Delivery

SEP 18 1984

8. Addressee's Address (ONLY if requested and fee paid)



265

P 264 538 100
RECEIPT FOR CERTIFIED MAIL
NO INSURANCE COVERAGE PROVIDED—
NOT FOR INTERNATIONAL MAIL
(See Reverse)

SENT TO			
Cleroy, Inc. <i>et al</i>			
STREET AND NO.			
P. O. Box 3405			
P.O., STATE AND ZIP CODE			
Tulsa, Oklahoma 74101			
POSTAGE \$			
CONSULT POSTMASTER FOR FEES	CERTIFIED FEE	c	
	SPECIAL DELIVERY	c	
	RESTRICTED DELIVERY	c	
	SHOW TO WHOM AND DATE DELIVERED	c	
	SHOW TO WHOM, DATE, AND ADDRESS OF DELIVERY	c	
	SHOW TO WHOM AND DATE DELIVERED WITH RESTRICTED DELIVERY	c	
OPTIONAL SERVICES	RETURN RECEIPT SERVICE	SHOW TO WHOM, DATE, AND ADDRESS OF DELIVERY WITH RESTRICTED DELIVERY	c
TOTAL POSTAGE AND FEES \$			
POSTMARK OR DATE			

Form 3800, Apr. 1976

DOMESTIC RETURN RECEIPT

September 13, 1984

Sohio Petroleum Co.
5420 LBJ Freeway
2 Lincoln Center, Suite 1000
Dallas, Texas 75240

Attn: Mr. Don Leonhart

214/ ~~387-5000~~
387-~~7076~~
387-5005

CERTIFIED MAIL

Re: Carter "F" #1 Well
Forced Pooling Hearing
Casey-Strawn Pool
E/2 SE/4 Section 33,
T-16-S, R-37-E
Lea County, New Mexico

Gentlemen:

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Sohio Petroleum Co.
Forced Pooling Hearing
Page 2

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Very truly yours,

David M. Hundley
Area Landman

DMH/bv
Enclosure

cc: W. Thomas Kellahin
Kellahin & Kellahin
Attorneys at Law
P. O. Box 2265

87504-2265

● SENDER: Complete items 1, 2, 3 and 4.

Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for service(s) requested.

- ☒ Show to whom, date and address of delivery.
- ☐ Restricted Delivery.

3. Article Addressed to:
Sohio Petroleum Co.
5420 LBJ Freeway
2 Lincoln Center, Suite 1000
Dallas, Texas 75240

4. Type of Service:

- ☐ Registered ☐ Insured
☒ Certified ☐ COD
☐ Express Mail

Article Number

P 264 538 090

Always obtain signature of addressee or agent and
DATE DELIVERED.

5. Signature Addressee

X

6. Signature - Agent

X

7. Date of Delivery

8. Addressee's Address (ONLY if requested and fee paid)

P 264 538 090
RECEIPT FOR CERTIFIED MAIL
NO INSURANCE COVERAGE PROVIDED—
NOT FOR INTERNATIONAL MAIL
(See Reverse)

SENT TO		
Sohio Petroleum Co.		
STREET AND NO.		
5420 LBJ Freeway		
P.O., STATE AND ZIP CODE		
Dallas, Texas 75240		
POSTAGE \$		
CONSULT POSTMASTER FOR FEES	CERTIFIED FEE	c
	SPECIAL DELIVERY	c
	RESTRICTED DELIVERY	c
	SHOW TO WHOM AND DATE DELIVERED	c
	SHOW TO WHOM, DATE AND ADDRESS OF DELIVERY	c
OPTIONAL SERVICES	RETURN RECEIPT SERVICE	c
	SHOW TO WHOM AND DATE DELIVERED WITH RESTRICTED DELIVERY	c
	SHOW TO WHOM, DATE AND ADDRESS OF DELIVERY WITH RESTRICTED DELIVERY	c
TOTAL POSTAGE AND FEES \$		
POSTMARK OR DATE		

PS Form 3811, July 1983

PS Form 3811, July 1983

DOMESTIC RETURN RECEIPT

September 13, 1984

Petco Limited
P. O. Box 911
Breckenridge, Texas 76024

Attn: Mr. Ron Holloway

CERTIFIED MAIL

Re: Carter "F" #1 Well
Forced Pooling Hearing
Casey-Strawn Pool
E/2 SE/4 Section 33,
T-16-S, R-37-E
Lea County, New Mexico

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Petco Limited
Forced Pooling Hearing
Page 2

If we can be of any assistance regarding your election please feel free to call. Your early attention and cooperation is sincerely appreciated. We shall look forward to hearing from you soon.

Very truly yours,

David M. Hundley
Area Landman

DMH/bv
Enclosure

cc: W. Thomas Kellahin
Kellahin & Kellahin
Attorneys at Law
P. O. Box 2265
Santa Fe, New Mexico 87504-2265

PS Form 3811, July 1983

DOMESTIC RETURN RECEIPT

SENDER: Complete items 1, 2, 3 and 4. Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. <u>The return receipt fee will provide you the name of the person delivered to and the date of delivery.</u> For additional fees the following services are available. Consult postmaster for fees and check box(es) for service(s) requested.	
1. ☒ <i>Fee not paid</i> Show to whom, date and address of delivery.	
2. ☐ Restricted Delivery.	
3. Article Addressed to: Petco Limited P. O. Box 911 Breckenridge, Texas 76024	
4. Type of Service: ☐ Registered ☐ Insured ☒ Certified ☐ COD ☐ Express Mail	Article Number P 264 538 089
Always obtain signature of addressee or agent and DATE DELIVERED.	
5. Signature - Addressee X	
6. Signature - Agent X <i>W. Thomas Kellahin</i>	
7. Date of Delivery SEP 17 1984	
8. Addressee's Address (ONLY if requested and fee paid)	

P 264 538 089
RECEIPT FOR CERTIFIED MAIL
NO INSURANCE COVERAGE PROVIDED—
NO FOR INTERNATIONAL MAIL
(See Reverse)

SENT TO		
Petco Limited STREET AND NO. P. O. Box 911 P.O., STATE AND ZIP CODE Breckenridge, Texas 76024		
POSTAGE \$		
CONSULT POSTMASTER FOR FEES	CERTIFIED FEE	c
	SPECIAL DELIVERY	c
	RESTRICTED DELIVERY	c
	SHOW TO WHOM AND DATE DELIVERED	c
	SHOW TO WHOM, DATE AND ADDRESS OF DELIVERY	c
OPTIONAL SERVICES	RETURN RECEIPT SERVICE	c
	SHOW TO WHOM, DATE AND ADDRESS OF DELIVERY WITH RESTRICTED DELIVERY	c
	SHOW TO WHOM, DATE AND ADDRESS OF DELIVERY WITH RESTRICTED DELIVERY	c
TOTAL POSTAGE AND FEES \$		
POSTMARK OR DATE		

Form 3800, Apr. 1976

September 13, 1984

Mr. James Rolland Woods
1104 California
Socorro, New Mexico 87801

CERTIFIED MAIL

Re: Carter "F" #1 Well
Forced Pooling Hearing
Casey-Strawn Pool
E/2 SE/4 Section 33,
T-16-S, R-37-E
Lea County, New Mexico

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James Rolland Woods
Forced Pooling Hearing
Page 2

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Very truly yours,

David M. Hundley
Area Landman

DMH/bv
Enclosure

cc: W. Thomas Kellahin
Kellahin & Kellahin
Attorneys at Law
P. O. Box 2265
Santa Fe, New Mexico 87504-2265

P 264 538 087
RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED—
NOT FOR INTERNATIONAL MAIL
(See Reverse)

SENT TO	
Mr. James Rolland Woods	
STREET AND NO	
1104 California	
P.O., STATE AND ZIP CODE	
Socorro, New Mexico 87801	
POSTAGE	\$
CERTIFIED FEE	\$
SPECIAL DELIVERY	\$
RESTRICTED DELIVERY	\$
OPTIONAL SERVICES	
RETURN RECEIPT SERVICE	\$
SHOW TO WHOM AND DATE DELIVERED	\$
SHOW TO WHOM DATE AND ADDRESS OF DELIVERY	\$
SHOW TO WHOM AND DATE DELIVERED WITH RESTRICTED DELIVERY	\$
SHOW TO WHOM DATE AND ADDRESS OF DELIVERY WITH RESTRICTED DELIVERY	\$
TOTAL POSTAGE AND FEES	\$
POSTMARK OR DATE	

PS Form 3811, July 1983

● SENDER: Complete items 1, 2, 3 and 4.

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- ☒ Show to whom, date and address of delivery.
- ☐ Restricted Delivery.

3. Article Addressed to:

Mr. James Rolland Woods
1104 California
Socorro, New Mexico 87801

4. Type of Service:

- ☐ Registered ☐ Insured
☒ Certified ☐ COD
☐ Express Mail

Article Number

P264538087

Always obtain signature of addressee or agent and
DATE DELIVERED.

5. Signature - Addressee

X *W. Thomas Kellahin*

6. Signature - Agent

X

7. Date of Delivery

11-5-87

8. Addressee's Address (ONLY if requested and fee paid)

PS Form 3800, Apr. 1976

DOMESTIC RETURN RECEIPT

BEFORE EXAMINER STOGNEL
OIL CONSERVATION DIVISION

TEXAS OIL & GAS CORP.

TXO

EXHIBIT NO. 3

CASE NO. 8383

Inter-Office Memorandum

Date: April 16, 1984

To: See Distribution

From J.L. Landrum

Dept./Dist.

Dept./Dist. General Accounting

Revised Overhead Rates
Effective April 1, 1984

Effective April 1, 1984, COPAS has approved an increase of 5.9% for overhead rates in effect for Contracts dated prior to April 1, 1984.

Accordingly, we have escalated the old rates and set forth below the rates which should now be used for Contracts developed April 1, 1984 forward.

DISTRICT	DEPTH	Effective Rate (\$)	
		4/1/84 thru 3/31/85	
		DRILLING	OPERATING
Gulf Coast	All	\$5,233	\$524
West Texas	0 - 4000'	3,837	384
	4000 - 12000'	5,233	524
	Over 12000'	6,802	680
Southeastern	All	6,802	680
North Louisiana	All	5,499	551
South Louisiana Non Marine	0 - 8000'	5,507	551
	8000 - 12000'	6,248	625
	Over 12000'	7,413	741
Inland Marine	All	8,472	847
Mississippi	0 - 8000'	5,499	551
	Over 8000'	6,247	625
North Texas	All	5,233	524
East Texas	All	6,802	680

J.L. Landrum

/cw

DISTRIBUTION LIST

Marion Fallwell	Larry Maguire	Jack Huppler	Larry Carpenter	John Roberts
Rick Cornelius	Karen Faught	David Waldrop	John Hickman	David Johnson
Bob Richardson	Lou Little	Jack Coffman	Mike Talbert	Joe Wiley
George Ridgely	Tom Stricklin	Mike Smith		

AUTHORITY FOR EXPENDITURE
DRILLING WELL

Date 7-13-84

A
Co. Co.

District West Texas Well Name Carter "F" Well No# 1
Well Location 1980' FSL & 660' FEL, Sec 33, T-16-S, R-37-E Depth 11,500'
Field Casey-Strawn Pool County Lea State NM
Prepared By: Deen Wood *DW* Submitted By: _____ Dallas _____ District _____

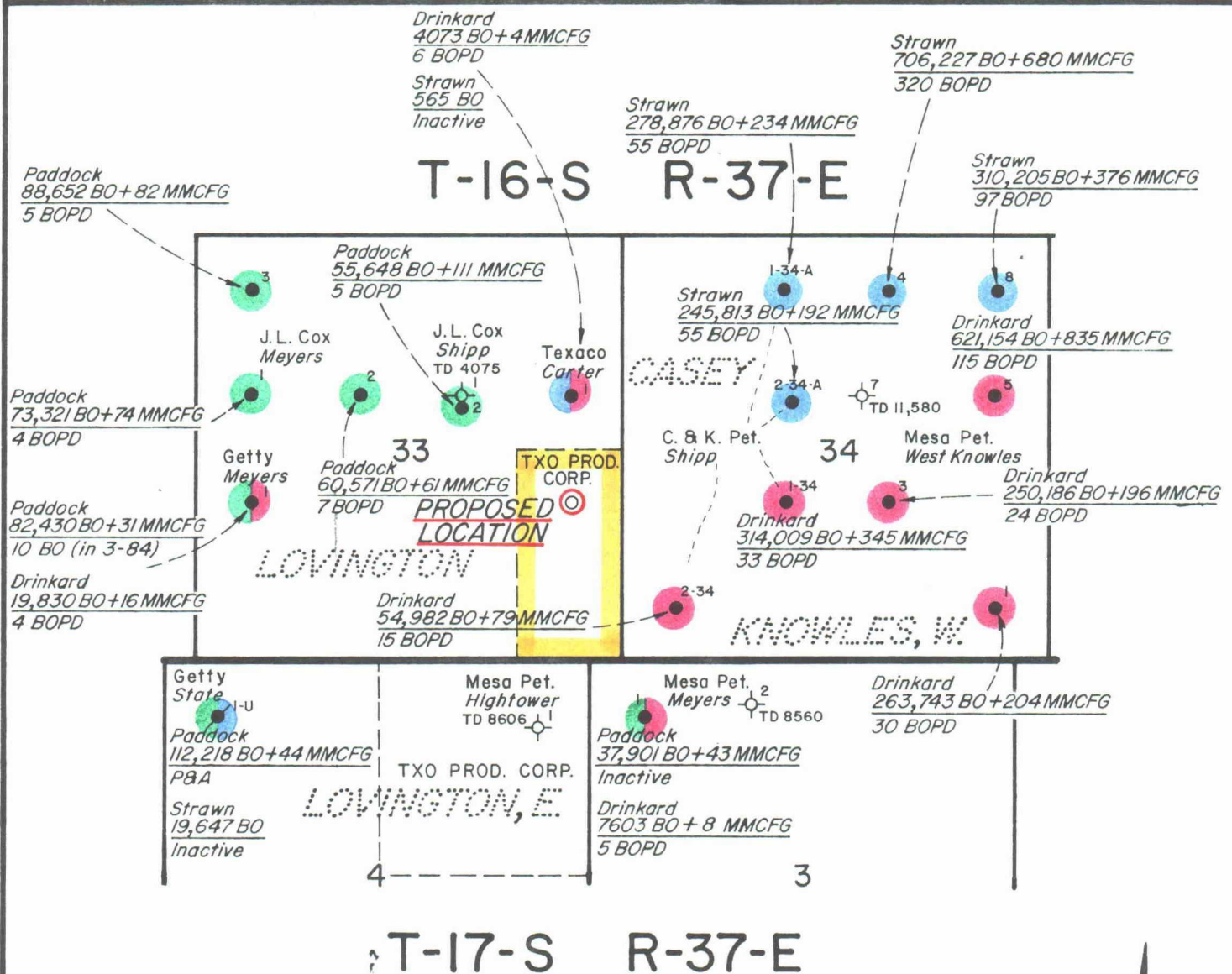
CAT. NO.	NATURE OF EXPENDITURE	QUANTITY	ESTIMATED COST		
			CASH	MAT. L ON HAND	TOTAL
DRILLING 400' 13 3/8" 48# H-40 ST&C					
01	Casing 4800' 8 5/8" 2200' 24# K-55 ST&C 2600' 32# K-55 ST&C		71 500		71 500
02	Casinghead		9 000		9 000
03	Location, Road & Dirt Work & damages		15 000		15 000
04	Drilling - Footage/Turnkey				
05	Drilling - Daywork 39 days @ \$4500		175 500		175 500
06	Drilling - Rig Support MI & MORT		20 000		20 000
07	Bits 10 @ \$3750		37 500		37 500
08	Supervision 41 days @ \$250		10 250		10 250
09	Overhead				
10	Mud & Chemicals & water		35 000		35 000
11	Cementing Services & Supplies		35 000		35 000
12	Testing & Logging & mud logger		25 000		25 000
13	Rentals		15 000		15 000
14	Other IDC out liners, csg crew, etc.		20 000		20 000
15	Other Equipment		3 000		3 000
TOTAL DRILLING			471 750		471 750
COMPLETION 10,000' 17# N-80 LT&C					
17	Casing 11,150' 5 1/2"-1500' 20# N-80 LT&C		135 000		135 000
18	Tubing 11,500' 2 7/8" 6.5# N-80 EUE		69 000		69 000
19	Wellhead		12 000		12 000
20	Subsurface Equipment		4 000		4 000
21	Supervision 7 days @ \$250		1 750		1 750
22	Mud & Chemicals & KCL water		5 000		5 000
23	Testing, Logging & Perforating		11 000		11 000
24	Stimulation		15 000		15 000
25	Overhead				
26	Rentals		5 000		5 000
27	Service Rig 7 days @ \$1600		11 200		11 200
28	Cementing Services & Supplies		15 000		15 000
29	Other IDC				
TOTAL COMPLETION			283 950		283 950
PRODUCTION EQUIPMENT					
32	Pumping Unit				
33	Engine & Motor				
34	Rods				
35	Flow Lines		5 000		5 000
36	Meters		2 000		2 000
37	Installation		5 000		5 000
38	Storage		15 000		15 000
39	Separation & Treating		12 000		12 000
40	Other Equipment		3 000		3 000
TOTAL PRODUCTION EQUIPMENT			42 000		42 000
TOTALS			797 700		797 700

W/ OWNER NAME

BILLING INT
(7 decimals)DATE
APPROVED

APPROVED: (this space for approval only)

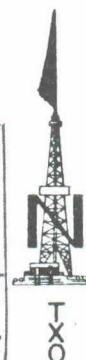
BEFORE EXAMINER STOOKEY
OIL CONSERVATION DIVISIONTXO EXHIBIT NO. 4
CASE NO. 8383



BEFORE EXAMINER STOGNER
OIL CONSERVATION DIVISION

TXO EXHIBIT NO. 5

CASE NO. 8383



Producing Formation
Cumulative Production to 4-1-84
Average Daily Rate for 3-84

- PADDOCK PRODUCER
- DRINKARD PRODUCER
- STRAWN PRODUCER

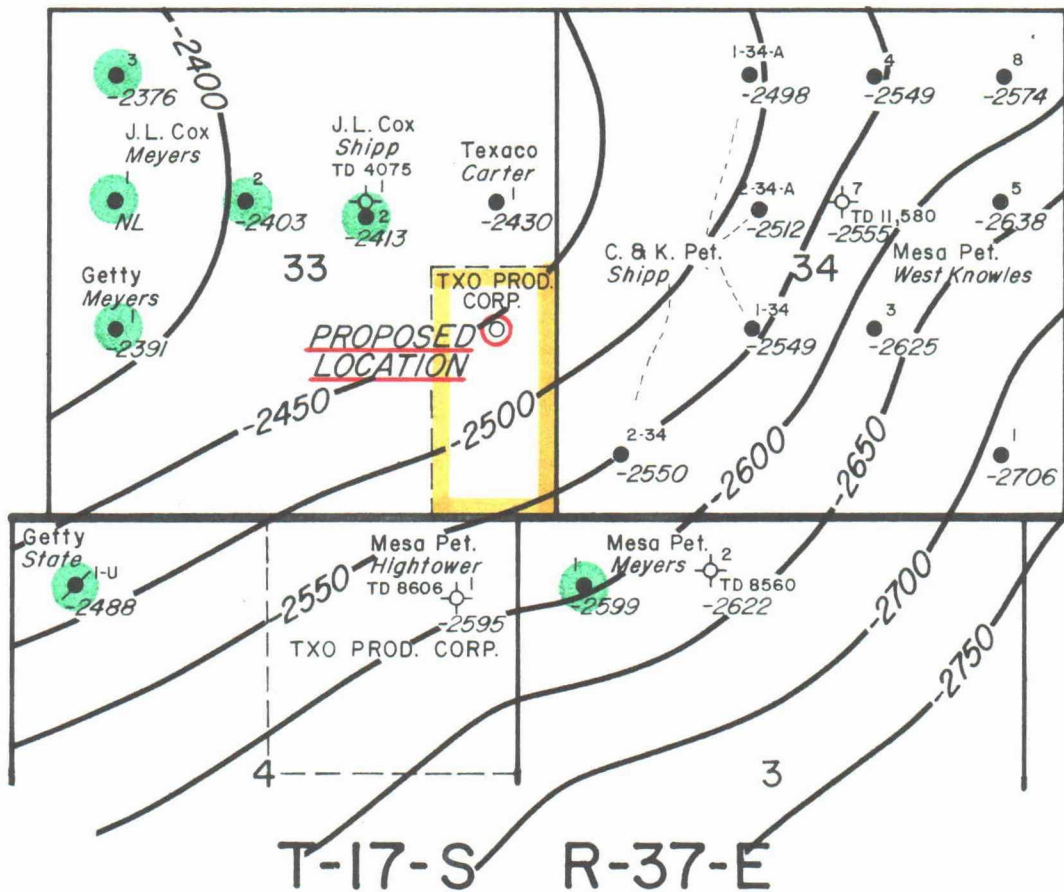
TXO Production Corp.

LOVINGTON, EAST PROSPECT
LEA COUNTY, NEW MEXICO

COMPULSORY POOLING HEARING FOR
TXO PROD. CORP. NO. 1 TEXACO-CARTER

PRODUCTION MAP

T-16-S R-37-E



T-17-S R-37-E

BEFORE EXAMINER STOGNER
OIL CONSERVATION DIVISION

TXO EXHIBIT NO. 6

CASE NO. 8383



TXO

 PADDOCK PRODUCER

TXO Production Corp.

LOVINGTON, EAST PROSPECT
LEA COUNTY, NEW MEXICO

COMPULSORY POOLING HEARING FOR
TXO PROD. CORP. NO. 1 TEXACO-CARTER

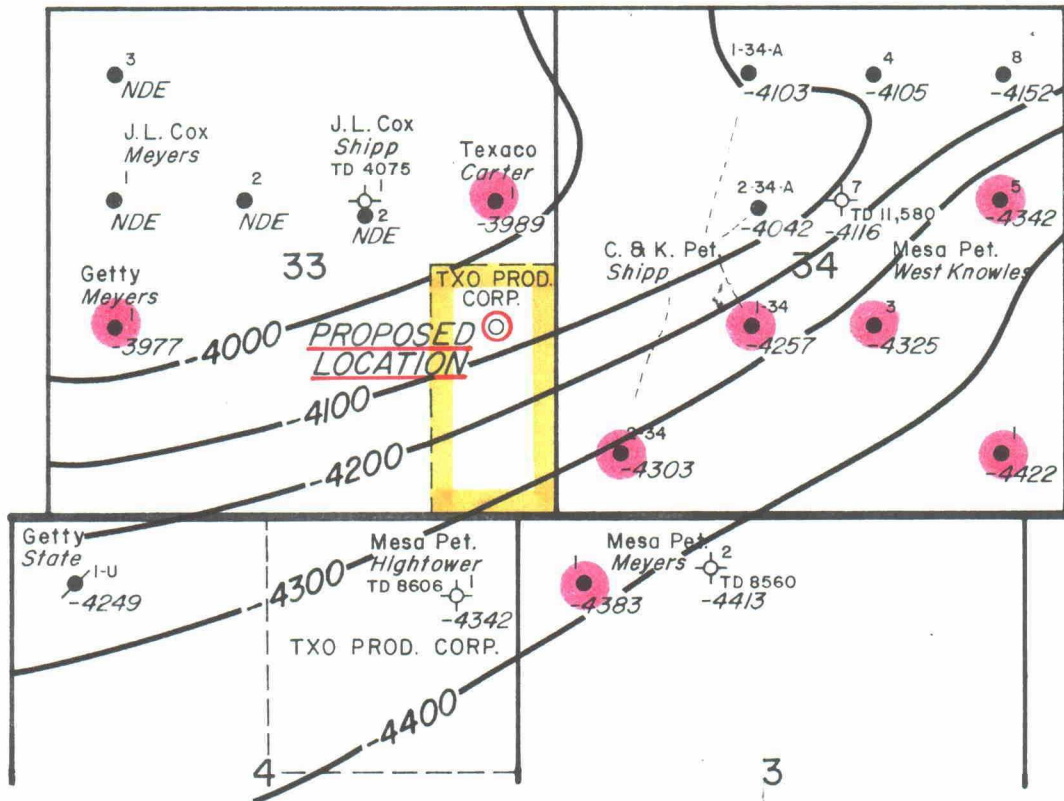
**STRUCTURE MAP
TOP OF PADDOCK**

C.I. = 50'

J.S. Tittl

SCALE: 1" = 2000'

T-16-S R-37-E



T-17-S R-37-E

BEFORE EXAMINER STOGNER
OIL CONSERVATION DIVISION

TXO EXHIBIT NO. 7

CASE NO. 8383



 DRINKARD PRODUCER

TXO Production Corp.

LOVINGTON, EAST PROSPECT
LEA COUNTY, NEW MEXICO

COMPULSORY POOLING HEARING FOR
TXO PROD. CORP. NO. 1 TEXACO-CARTER

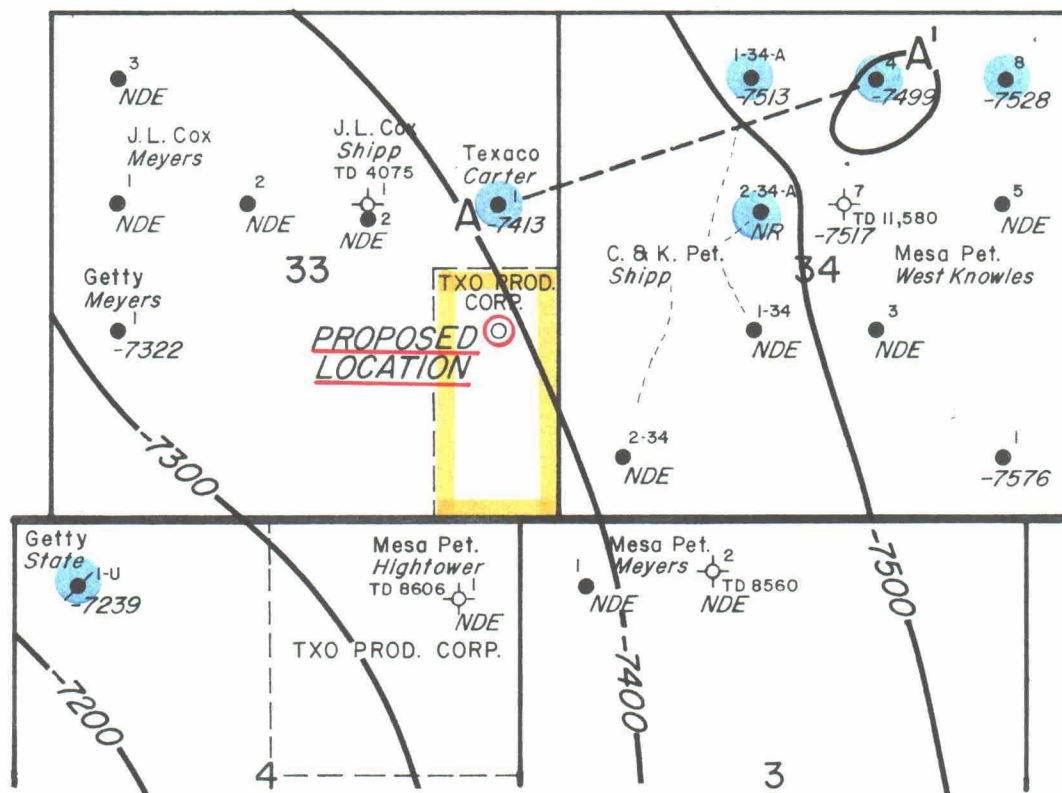
**STRUCTURE MAP
TOP OF DRINKARD**

C.I. = 100'

J.S. Tittl

SCALE: 1" = 2000'

T-16-S R-37-E



T-17-S R-37-E

BEFORE EXAMINER STOGNER
OIL CONSERVATION DIVISION

TXO EXHIBIT NO. 8

CASE NO. 8383



● STRAWN PRODUCER

TXO Production Corp.

LOVINGTON, EAST PROSPECT
LEA COUNTY, NEW MEXICO

COMPULSORY POOLING HEARING FOR
TXO PROD. CORP. NO. 1 TEXACO-CARTER

STRUCTURE MAP
TOP OF STRAWN
C.I. = 100'

J.S. Tittl

SCALE: 1" = 2000'