

BEFORE THE OIL CONSERVATION DIVISION
OF THE ENERGY AND MINERALS DEPARTMENT

STATE OF NEW MEXICO

Case 8457

APPLICATION OF AMERIND OIL CO.)
FOR COMPULSORY POOLING, LEA)
COUNTY, NEW MEXICO)

APPLICATION

Amerind Oil Co., by its undersigned attorneys, hereby makes application for an Order pooling all interests in the Strawn Formation underlying the $W\frac{1}{2}NE\frac{1}{4}$ of Section 28, Township 16 South, Range 37 East, N.M.P.M., Lea County, New Mexico, located in the Northeast Lovington - Pennsylvanian Pool, and in support thereof would show:

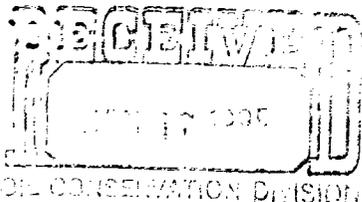
1. Applicant is entitled to proceed with the drilling of a well located in the $W\frac{1}{2}NE\frac{1}{4}$ of Section 28, Township 16 South, Range 37 East, N.M.P.M., Lea County, New Mexico, under the authority of Applicant's ownership of oil and gas leasehold or other interest or rights therein.

2. Applicant proposes to drill its well at a legal location in said $W\frac{1}{2}NE\frac{1}{4}$ Section 28, to a depth of approximately 11,600 feet to test the Strawn Formation and seeks to dedicate the $W\frac{1}{2}NE\frac{1}{4}$ of Section 28 to the well. Applicant requested the parties listed on the attached schedule as owners of undivided mineral or leasehold interests in $W\frac{1}{2}NE\frac{1}{4}$ Section 28 to agree to lease, participate in the drilling of said well or to farmout or otherwise commit their interests to said well, but the parties so far have refused to do so.

3. Applicant seeks that the Division consider the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charge for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

4. The pooling of all interests underlying $W\frac{1}{2}NE\frac{1}{4}$ Section 28 is in the interest of conservation and will prevent waste and protect correlative rights.

5. Because of the fact that applicant has leases covering interests in the lands involved which leases have expiration dates early in 1985, the Applicant respectfully requests expeditious handling of the application and issuance of an order approving the application as soon as practicable.

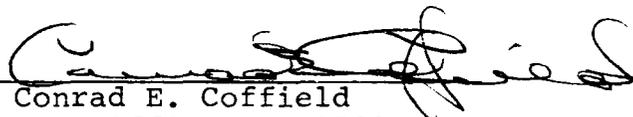


6. Applicant respectfully requests the setting of this matter before the Division at its regular hearing on January 30, 1985.

Dated this 15th day of January, 1985.

HINKLE, COX, EATON,
COFFIELD & HENSLEY

By:



Conrad E. Coffield
Post Office Box 3580
Midland, Texas 79702
Attorneys for Amerind Oil Co.

SCHEDULE UNLEASED AND UNCOMMITTED
MINERAL OWNERS

Township 16 South, Range 37 East, N.M.P.M.
Lea County, New Mexico
Section 28: $W\frac{1}{2}NE\frac{1}{4}$

| <u>Name and Address</u> | <u>Interest*</u> |
|--|---|
| Felmont Oil Corp. Post Office Box 2266 Midland, Texas 79702 Attn: Frank McCabe | .056250000 Unleased Mineral Interest** |
| Sohio Petroleum Co. Two Lincoln Center 5420 LBJ Freeway Suite #1000/LB 03 Dallas, Texas 75240 Attn: Don Leonhart | .093750000 Unleased Mineral Interest** |
| J. R. McGinley, Jr. 512 Mayo Building Post Office Box 3405 Tulsa, Oklahoma 74101 | .010416700 Unleased Mineral Interest |
| Cleroy, Inc. 512 Mayo Building Post Office Box 3405 Tulsa, Oklahoma 74101 | .010416700 Unleased Mineral Interest |
| Lanroy, Inc. 512 Mayo Building Post Office Box 3405 Tulsa, Oklahoma 74101 | .010416700 Unleased Mineral Interest |
| Shell Western E&P, Inc. Post Office Box 991 Houston, Texas 77001 Attn: Terry Enders | .046875000 Leasehold Interest** |
| Mr. Harry J. Schafer, Jr. Trustee of the Mary E. Grisso Trust #1 Post Office Box 14667 Oklahoma City, Oklahoma 73133 | .002083300 Unleased Mineral Interest** |
| Dorothy Jean Van Zant Sanders Suite 508, Sinclair Building 106 W. Fifth Street Fort Worth, Texas 76102 | .007812500 Unleased Mineral Interest** |
| Pennzoil Company, USA Post Office Box 1828 Midland, Texas 79702 Attn: Ken Medlock | .189182500 Leasehold Interest** |

* Decimal interests shown are taken from recent title opinion schedule.

** Each owner of the interests marked (**) has indicated a desire to cooperate in the commitment to the well of that owners' respective interest. However, formal commitment has not been received by Applicant as of the date hereof. Upon receipt of such, Applicant will demise this matter as to the committing owner.