

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

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MAR 2 1985

OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION
OF TEXACO PRODUCING, INC., FOR
COMPULSORY POOLING, EDDY COUNTY,
NEW MEXICO.

Case 8980

APPLICATION

COMES NOW, Texaco Producing, Inc., by and through its undersigned attorneys and, as provided by Section 70-2-17, N.M. S.A. (1978), hereby makes application for an order pooling all of the mineral interests in the Pennsylvanian formation, in and under the S/2 of Section 18, Township 24 South, Range 29 East, N.M.P.M., Eddy County, New Mexico, and in support thereof would show the Division:

1. Applicant owns 75% of the working interest in and under the S/2 of said Section 18, and applicant has the right to drill thereon.

2. Applicant proposes to dedicate the above-referenced pooled unit to a well to be drilled at an orthodox location 1980 feet from the West line and 660 feet from the South line of said Section 18.

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 18, except for HNG Oil Company, P. O. Box 2267, Midland, Texas (Attention: B. Craig Duke), owns or

controls a 25% working interest.

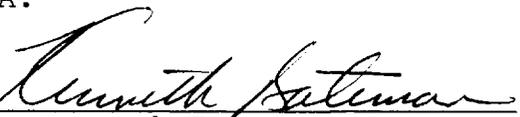
4. Said pooling of interests and well completion will avoid the drilling of unnecessary wells, will prevent waste and will protect correlative rights.

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 24, 1985, 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, approving the location of the well as proposed by applicant, and making such other and further provisions as may be proper in the premises.

Respectfully submitted,

WHITE, KOCH, KELLY & McCARTHY,
P.A.

By 

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