

Jason Kellahin
W. Thomas Kellahin
Karen Aubrey

KELLAHIN and KELLAHIN
Attorneys at Law
El Patio - 117 North Guadalupe
Post Office Box 2265
Santa Fe, New Mexico 87504-2265

Telephone 982-4285
Area Code 505

April 5, 1985

RECEIVED

APR 1985

Mr. Richard L. Stamets
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

"Hand Delivered"

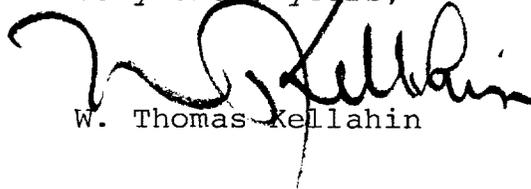
OIL CONSERVATION DIVISION

Re: Rio Pecos Corporation

Dear Mr. Stamets:

On behalf of Rio Pecos Corporation, please set the enclosed application for hearing at the next available examiner hearing now set for May 8, 1985, in Santa Fe, New Mexico.

Very truly yours,


W. Thomas Kellahin

WTK:ca
Enc.

cc: Scott Wilson
Rio Pecos Corporation
110 West Louisiana
Suite 460
Midland, Texas 79701

Eagle Oil & Gas Company (Certified-Return Receipt)
5750 Pineland, Suite 200
Dallas, Texas 75231
Attn: Mr. Pat F. Bolin

J. Cleo Thompson & J. Cleo (Certified-Return Receipt)
Thompson, Jr.
4500 Republic National Bank Tower
Dallas, Texas 75201
Attn: Mr. Toxie Beavers

STATE OF NEW MEXICO
DEPARTMENT OF ENERGY AND MINERALS
OIL CONSERVATION DIVISION

RECEIVED

APR 1985

IN THE MATTER OF THE APPLICATION OF
RIO PECOS CORPORATION FOR COMPULSORY
POOLING, EDDY COUNTY, NEW MEXICO

OIL CONSERVATION DIVISION

CASE:

A P P L I C A T I O N

COMES NOW RIO PECOS CORPORATION, by and through its attorneys, Kellahin & Kellahin, and applies to the New Mexico Oil Conservation Division for an order pooling all of the mineral interests in the Wolfcamp, Cisco, Canyon, Strawn, Atoka and Morrow formations underlying the E/2 of Section 27, T20S, R21E, NMPM, Eddy County, New Mexico, for the formation of a proration and spacing unit for the said production and for approval of an unorthodox gas well location 1,650 feet FSL and 660 feet FEL of said section and in support thereof would show the Division:

1. Applicant is a working interest owner in the E/2 of Section 27, T20S, R21E, NMPM, Eddy County, New Mexico.

2. The E/2 of said Section 27 to subject to the Deer Canyon Working Interest Unit Operating Agreement dated November 8, 1984, between Eagle Oil & Gas Company as operator and J. Cleo Thompson & J. Cleo Thompson, Jr., et. al., as non-operator.

3. That Rio Pecos Corporation and Mark D. Wilson are non-operating working interest owners in said Unit.

4. That applicant has made demand upon Eagle Oil & Gas Company to drill the subject well or in the alternative that Eagle Oil & Gas Company designate Rio Pecos Corporation as operator and join with Rio Pecos Corporation in the drilling of the subject well.

5. All prior demands by Rio Pecos Corporation upon Eagle Oil & Gas Company and J. Cleo Thompson & J. Cleo Thompson Jr., have been refused, and in order to protect its correlative rights, Rio Pecos Corporation seeks a compulsory pooling order of the Division for the E/2 said Section.

6. In order to obtain their just and equitable share of the production underlying the above lands, Applicant needs an order pooling the mineral interest.

7. Those who have not consented to join in the drilling of the well, with their addresses, to the best of applicant's information and belief, are as follows:

E/2 of Section 27 Interest

	Under Operating Agreement	Leasehold
Eagle Oil & Gas Co. 5750 Pineland Suite 200 Dallas, Texas 75231 Attn: Pat F. Bolin	20.69940%	28.125% WI

J. Cleo Thompson
& Cleo Thompson, Jr.
4500 Republic National
Bank Tower
Dallas, Texas 75201
Attn: Mr. Toxie Beavers

28.39286%

28.125% WI

8. The parties named in paragraph 7 above have been furnished a copy of this application.

9. Applicant, for topographical reasons seeks an unorthodox location 1650 feet FSL and 660 feet FEL of said section.

WHEREFORE applicant prays that this application be set for hearing before the Division's duly appointed examiner, and that after notice and hearing as required by law, the Division enter its order approving the unorthodox location and pooling the mineral interest described herein. Applicant further prays that it or its designee be named operator of the well, and that the order make provision for applicant to recover out of production its costs of drilling the subject well, completing and equipping it, costs of operation, including costs of supervision and a risk factor in the amount of 200% for the drilling of the well, and for such other and further relief as may be proper.

Respectfully submitted,

Kellahin & Kellahin

By 

W. Thomas Kellahin
P. O. Box 2265
Santa Fe, New Mexico 87501

Jason Kellahin
W. Thomas Kellahin
Karen Aubrey

KELLAHIN and KELLAHIN
Attorneys at Law
El Patio - 117 North Guadalupe
Post Office Box 2265
Santa Fe, New Mexico 87504-2265

Telephone 982-4285
Area Code 505

April 10, 1985

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APR 1 1985

Mr. Richard L. Stamets
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

OIL CONSERVATION DIVISION

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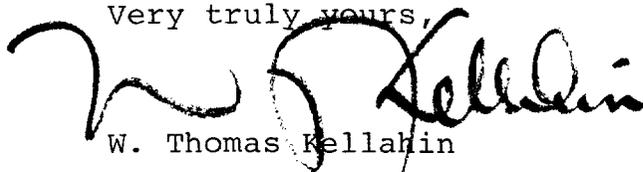
Re: Rio Pecos Corporation

Case 8596

Dear Mr. Stamets:

On behalf of Rio Pecos Corporation, please find a First Amended Application for the hearing set on May 8, 1985, in Santa Fe, New Mexico.

Very truly yours,



W. Thomas Kellahin

WTK:ca
Enc.

cc: Scott Wilson
Rio Pecos Corporation
110 West Louisiana
Suite 460
Midland, Texas 79701

Eagle Oil & Gas Company (Certified-Return Receipt)
5750 Pineland, Suite 200
Dallas, Texas 75231
Attn: Mr. Pat F. Bolin

J. Cleo Thompson & J. Cleo (Certified-Return Receipt)
Thompson, Jr.
4500 Republic National Bank Tower
Dallas, Texas 75201
Attn: Mr. Toxie Beavers

STATE OF NEW MEXICO
DEPARTMENT OF ENERGY AND MINERALS
OIL CONSERVATION DIVISION

RECEIVED

APR 1 1985

IN THE MATTER OF THE APPLICATION OF
RIO PECOS CORPORATION FOR COMPULSORY
POOLING AND AN UNORTHODOX WELL LOCATION,
EDDY COUNTY, NEW MEXICO

OIL CONSERVATION DIVISION

CASE: 8596

FIRST AMENDED
A P P L I C A T I O N

COMES NOW RIO PECOS CORPORATION, by and through its attorneys, Kellahin & Kellahin, and amends its application to the New Mexico Oil Conservation Division for an order pooling all of the mineral interests in the Wolfcamp, Cisco, Canyon, Strawn, Atoka and Morrow formations underlying the E/2 of Section 27, T20S, R21E, NMPM, Eddy County, New Mexico, for the formation of a proration and spacing unit for the said production and for approval of an unorthodox gas well location 1,680 feet FSL and 660 feet FEL of said section and in support thereof would show the Division:

1. Applicant is a working interest owner in the E/2 of Section 27, T20S, R21E, NMPM, Eddy County, New Mexico.

2. The E/2 of said Section 27 to subject to the Deer Canyon Working Interest Unit Operating Agreement dated November 8, 1984, between Eagle Oil & Gas Company as

operator and J. Cleo Thompson & J. Cleo Thompson, Jr., et. al., as non-operator.

3. That Rio Pecos Corporation and Mark D. Wilson are non-operating working interest owners in said Unit.

4. That applicant has made demand upon Eagle Oil & Gas Company to drill the subject well or in the alternative that Eagle Oil & Gas Company designate Rio Pecos Corporation as operator and join with Rio Pecos Corporation in the drilling of the subject well.

5. All prior demands by Rio Pecos Corporation upon Eagle Oil & Gas Company and J. Cleo Thompson & J. Cleo Thompson Jr., have been refused, and in order to protect its correlative rights, Rio Pecos Corporation seeks a compulsory pooling order of the Division for the E/2 said Section.

6. In order to obtain their just and equitable share of the production underlying the above lands, Applicant needs an order pooling the mineral interest.

7. Those who have not consented to join in the drilling of the well, with their addresses, to the best of applicant's information and belief, are as follows:

E/2 of Section 27 Interest

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Eagle Oil & Gas Co. 5750 Pineland Suite 200 Dallas, Texas 75231 Attn: Pat F. Bolin	20.69940%	28.125% WI

J. Cleo Thompson
& Cleo Thompson, Jr.
4500 Republic National
Bank Tower
Dallas, Texas 75201
Attn: Mr. Toxie Beavers

28.39286%

28.125% WI

8. The parties named in paragraph 7 above have been furnished a copy of this application.

9. Applicant, for topographical reasons seeks an unorthodox location 1680 feet FSL and 660 feet FEL of said section.

WHEREFORE applicant prays that this application be set for hearing before the Division's duly appointed examiner, and that after notice and hearing as required by law, the Division enter its order approving the unorthodox location and pooling the mineral interest described herein. Applicant further prays that it or its designee be named operator of the well, and that the order make provision for applicant to recover out of production its costs of drilling the subject well, completing and equipping it, costs of operation, including costs of supervision and a risk factor in the amount of 200% for the drilling of the well, and for such other and further relief as may be proper.

Respectfully submitted,

Kellahin & Kellahin


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