

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 29, 1985

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

Re: HCW Exploration, Inc.

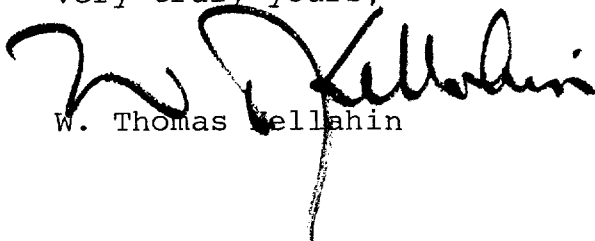
Dear Mr. Stamets:

On behalf of HCW Exploration, Inc., please set the enclosed forced pooling case against Mr. Hartman for hearing at the next available examiner hearing now set for May 22, 1985.

We are aware that Mr. William F. Carr, Esq., represents Mr. Doyle Hartman and has filed a similar forced pooling case against our client which is set for hearing on May 8, 1985. By copy of this letter, with enclosed application, we are serving Mr. Hartman by service on his counsel.

In addition, we move to continue the Hartman Case 8594 from the hearing on May 8, 1985, to be consolidated for hearing with this case on May 22, 1985.

Very truly yours,


W. Thomas Kellahin

WTK:ca
Enc.

cc: William F. Carr, Esq.
P. O. Box 2208
Santa Fe, New Mexico 87501

HCW Exploration, Inc.
P. O. Box 10585
Midland, Texas 79702

Case 8604
RECEIVED
APR 30 1985
OIL CONSERVATION DIVISION

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

IN THE MATTER OF THE APPLICATION
OF HCW EXPLORATION, INC., FOR
COMPULSORY POOLING, AND A NON-
STANDARD PRORATION UNIT,
LEA COUNTY, NEW MEXICO.

RECEIVED
APR 30 1985
OIL CONSERVATION DIVISION
CASE: 8604

A P P L I C A T I O N

Comes now, HCW Exploration, Inc., by and through its attorneys, Kellahin & Kellahin, 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 from the surface to the base of the Jalmat formation, in and under the SE/4 of Section 27, Township 23 South, Range 36 East, NMPM, Lea County, New Mexico, and in support thereof would show the Division:

1. Applicant owns a working interest in and under the SE/4 of Section 27, and has committed to it 76% of the working interests therein.

2. Applicant proposes to dedicate the above referenced 160-acre non-standard Jalmat pooled proration unit to a well to be drilled at a standard location 660 feet from the South and East lines of said Section 27.

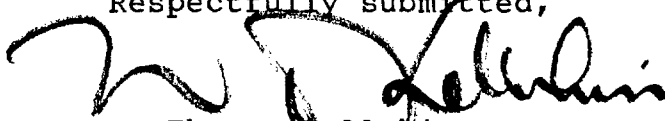
3. Applicant has sought and been unable to obtain voluntary agreement for pooling or farmout from Mr. Doyle Hartman in the SE/4 of said Section 27, whom applicant is informed and believes has only an 8% interest in said unit.

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 applicant be set for hearing before a duly appointed Examiner of the Oil Conservation Division on May 22, 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 non-standard proration unit and the unorthodox location of the well as proposed by applicant, and making such other and further provisions as may be proper in the premises.

Respectfully submitted,



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