Memo FLORENE DAVIDSON
OC Staff Specialist

August 6, 1986
To

Mesa Grande Resources,
Compulsory Pooling
Rio arriba County

Hallup and blaketa

formations

E/2 23-25N-2W

#### CAMPBELL & BLACK, P.A.

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July 25, 1986

RECEIVED

.

# HAND DELIVERED

R. L. Stamets, Director
Oil Conservation Division
New Mexico Department of
Energy and Minerals
State I and Office Building
Santa Fe, New Mexico 87501

JUL 25 1986

DIL CONSERVATION DIVISION

Case 8964

Re: Application of Mesa Grande Resources, Inc. for Compulsory Pcoling, Rio Arriba County, New Mexico.

Dear Mr. Stamets:

Enclosed in triplicate is the Application of Mesa Grande Resources, Inc. in the above-referenced case. Mesa Grande Resources, Inc. respectfully requests that this matter be placed on the locket for the Examiner hearings scheduled on August 6, 1986.

Very truly yours,

William F. Carr

WFC/cv enclosumes

cc: (w,'enclosure)

Ms. Kathy Michael

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

IN THE MATTER OF THE APPLICATION OF MESA GRANDE RESOURCES, INC. FOR COMPULSORY POOLING, RIO ARRIBA COUNTY, NEW MEXICO.

JUL 25 1986

OIL CONSERVATION DIVISION 64

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### APPLICATION

Comes now, MESA GRANDE RESOURCES, 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 Gavilan-Mancos and the Gavilan-Greenhorn-Graneros Dakota Oil Pools, in and under the E/2 of Section 23, Township 25 North, Range 2 West, N.M.P.M., Rio Arriba County, New Mexico, and in support thereof would show the Division:

- l. Applicant owns or represents approximatley 68% of the working interest in and under the E/2 of said Section 23 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 in the E/2 of said Section 23.
- 3. Applicant has sought and obtained either voluntary agreement for pooling or farmout from all other interest owners in the E/2 of said Section 23, except for those set out on Exhibit A attached hereto and incorporated herein.
- 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 August 6, 1986, 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 overheal charges, and imposing a risk factor for the risk assumed by the applicant in drilling, completing and equipping the well, and making such other and further provisions as may be proper in the premises.

Respectfully submitted,

CAMPBELL & BLACK, P.A.

William F. Carr

Post Office Box 2208

Santa Fe, New Mexico 87501

(505) 988-4421

ATTORNEYS FOR MESA GRANDE RESOURCES, INC.

#### EXHIBIT A

Dugan Production Corp.	12.50% WI
Mountain States Natural Gas Corporation	6.25% WI
James B. Fuller	5.83% WI
Hooper, Kamball & Williams, Inc.	4.17% WI
Reading & Bates Petroleum Corp.	4.17% WI
Duer Waggoner, Jr.	2.90% WI

# Royalty Interest Owners:

Dorothy D. Hatley Box 255 Lebo Route West Plains, Mo. 65775

Margaret Cora Finklea P. O. Box 68 Warner, OK 74469

Mr. and Mrs. Frank Denman 1824 Woodrow Avenue Wichita Falls, Texas 76308

Mr. and Mrs. Albert J. Blair 6333 South Richmond Tulsa, Oklahoma

Selma Williamson 7812 Ingram Drive Apartment B Oklahoma City, OK 73125

Liberty National Bank Trust Co. of Oklahoma City Trustee (Selma Williamson Trust) P. O. Box 25848 Oklahoma City, Oklahoma 73125

Mr. and Mrs. Edgar A. Boring P. O. Box 435 Blanco, New Mexico 87412

Janice Eugenia Robertson P. O. Box 497 Peralta, New Mexico 87042 Susan Elizabeth Schulz P. O. Box 3344 Harbor, Ocegon 97415

Linda Muriel Adkins 7221 W. 13th Kennewich, Washington 99337

Myra Loudene Jones 3915 S. Alden Tucson, Acizona 85706

Melvin and Anne Rueckhaus 317 7th Street, N.W. Albuquerque, New Mexico 87102

Interfirs: Bank of Dallas Sabine Royalty Corp. P. O. Box 83000 Dallas, Texas 75283

L. W. Wickes
Agent Corp.
c/o Hinkle, Cox, Eaton, Coffield & Hensley
P. O. Box 2068
Santa Fe, New Mexico 87504-2068

Cyprus Mines Corp.
P. O. Box 3299
Englewood, Colorado 80155

Northwest Pipeline Corp. P. O. Box 8900 Salt Lake City, Utah 84108-0900

Lance Brewster Reemstma 4667 Ocean Blvd. Apartment 306 San Diego. California 92109

First Interstate Bank of Farmington (Heirs of John A. Pierce P. O. Box 4140 Farmington, New Mexico 87499