BEFORE THE

OIL CONSERVATION DIVISION

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NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

APR 28 1987

OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION OF AMERIND OIL CO. FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

case no. 9/36

APPLICATION

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 from the base of the Paddock to the base of the Strawn formations, Shipp-Strawn Pool, in and under the E/2 SE/4 of Section 33, Township 16 South, Range 37 East, N.M.P.M., Lea County, New Mexico, and in support thereof would show the Division:

- 1. Applicant owns approximately 50% of the working interest in and under the E/2 SE/4 of Section 33, and represents approximately 65% of the working interest under said lands on which Applicant has the right to drill.
- 2. Applicant proposes to dedicate the above-referenced pooled unit to its No. 1 Hager Well located at a standard location in the SE/4 SE/4 of said Section 33.

3. Applicant has sought and obtained either voluntary agreement for pooling or farmout from all other interest owners in the E/2 SE/4 of said Section 33, except for the following working interest owners:

Atlantic Richfield Co. 2.7% W. I. Post Office Box 1610
Midland, Texas 79702
Attention: Ms. Rita Burress

Conoco, Inc. 1% W. I. 200 North Lorraine Street
Midland, Texas 79701
Attention: David Twomey

Osborne Heirs Co. .09% W. I.
Post Office Box 17968
San Antonio, Texas 78286
Attention: Richard Houser

Sun Exploration & Production Co. .2% W. I.
Sun Tower
Clay Desta Plaza
#24 Smith Road, Suite 600
Midland, Texas 79705
Attention: Doug Noah

Pennzoil Co. 8.2% W. I. Post Office Box 2967 Houston, Texas 77252-2967 Attention: Lonnie L. Whitfield

TXO Production Corp. 1.2% W. I. 900 Wilco Building Midland, Texas 79701
Attention: David Hundley

Fina Oil and Chemical Company .2% W. I. Post Office Box 2990
Midland, Texas 79702
Attention: Paul Matteson

Petro Fina Delaware, Inc. .2% W. I.
Post Office Box 2990
Midland, Texas 79702
Attention: Paul Matteson

Mobil Producing Texas & N.M., Inc. 3.1% W. I. Post Office Box 633
Midland, Texas 79702
Attention: Kent Johnson

J. R. McGinley
J. R. McGinley, Jr.
R. A. McGinley
512 Mayo Building
Post Office Box 3405
Tulsa, Oklahoma 74101
Attention: John Clegg

2% M. I.

2% M.I.

2% M. I.

Cleroy, Inc.
512 Mayo Building
Post Office Box 3405
Tulsa, Oklahoma 74101
Attention: John Clegg

Lanroy, Inc.
512 Mayo Building
Post Office Box 3405
Tulsa, Oklahoma 74101
Attention: John Clegg

Standard Oil Production Co. 6% M.I. (formerly Sohio Petroleum Corp.)

2 Lincoln Centre
5420 LBJ Freeway
Suite 1000 - L.B. 03
Dallas, Texas 75240-6222
Attention: Diane Tripp

- 4. Said pooling of interests 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 May 20, 1987, 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, and making such other and further provisions as may be proper in the premises.

Respectfully submitted,

CAMPBELL & BLACK, P.A.

WILLIAM F. CARR

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ATTORNEYS FOR AMERIND OIL CO.