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OIL CONSERVATION DIVISION

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

IN THE MATTER OF THE APPLICATION OF
ENRON OIL & GAS COMPANY FOR COMPULSORY
POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 9284

APPLICATION

COMES NOW APPLICANT, ENRON OIL & GAS COMPANY, by and through its undersigned attorneys, and as provided by N.M.S.A. § 70-2-17, hereby makes application for an order pooling all of the mineral interests in the Atoka formation in and under the N/2 of Section 17, Township 24 South, Range 35 East, N.M.P.M., Lea County, New Mexico and in the Morrow formation in and under all of Section 17, Township 24 South, Range 35 East, N.M.P.M., Lea County, New Mexico, and in support thereof would show the Division:

1. Applicant owns or represents 78.125% of the working interest in and under the acreage to be pooled in Section 17, and Applicant has the right to drill thereon.

2. Applicant proposes to dedicate the above-referenced pooled unit to its Cinta Roja "17" Fed Com #1 Well to be drilled at a standard location in the N/2 of said Section 17, to a depth of approximately 16,500 feet to test all formations to the base of the Morrow formation.

3. Applicant has sought and obtained either voluntary agreement for pooling or farmout from all other interest owners in the acreage to be pooled in said Section 17, except for the following interest owner:

Santa Fe Energy Company	18.75% W.I.
500 W. Illinois, Suite 500	
Midland, Texas 79701	
Attn: Patrick Tower	

Chevron U.S.A., Inc.	3.125%
P. O. Box 1150	
Midland, Texas 79702	
Attn: Steven Burke	

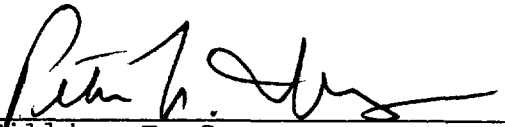
4. Said pooling of interests will avoid the drilling of unnecessary wells, will prevent waste and will protect correlative rights.

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 January 6, 1988, 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.

By 

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ATTORNEYS FOR ENRON OIL &
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