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Attorneys at Law

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Santa Fe, New Mexico 87504-2265

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Area Code 505

W. Thomas Kellahin
Karen Aubrey

Jason Kellahin
Of Counsel

March 31, 1988

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MAR 31 1988

OIL CONSERVATION DIVISION

Mr. William J. LeMay
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 85701

"Hand Delivered"

Re: Anadarko Petroleum Corporation
Foster San Andres Pool
Special Pool Rules

Case 9363

Dear Mr. LeMay:

On behalf of Anadarko Petroleum Corporation, please set the enclosed application to increase the gas-oil ratio limitation in the Foster San Andres Pool for the next available examiner's hearing now scheduled for April 27, 1988.

By copy of this letter, and enclosed application, we are notifying all interested parties that they have the right to appear at the hearing either in support of or opposition to the application. Should they desire further information they may contact the undersigned or Mr. Tommy Thompson, Anadarko Petroleum Company, (915) 682-1666.

Very truly yours,


Karen Aubrey

KA:ca
Enc.

cc: Mr. Tommy Thompson
Anadarko Production Company
P. O. Box 2497
Midland, Texas 79702

All interested parties in Exhibit A

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

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OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION
OF ANADARKO PETROLEUM CORPORATION
FOR AMENDMENT OF THE SPECIAL RULES
AND REGULATION OF THE FOSTER-SAN
ANDRES POOL, LEA COUNTY, NEW MEXICO.

CASE: 9363

A P P L I C A T I O N

Comes now ANDARKO PETROLEUM CORPORATION, by and through its attorneys, Kellahin, Kellahin & Aubrey, and applies to the New Mexico Oil Conservation Division for an order amending the Special Rules and Regulations for the Foster-San Andres Oil Pool, Lea County, New Mexico, to increase the Gas oil ratio limitation from the current 10,000 cubic feet of gas to one barrel of oil to a new limit of 20,000 cubic feet of gas to one barrel of oil effective March 1, 1988, and in support there would show:

(1) Applicant is the operator of the Harvard No. 1 well located in Unit O, Section 31, T18S, R39E, Foster-San Andres Pool, Lea County, New Mexico.

(2) That the other operators in the Foster-San Andres Pool are Texas American and Martindale Petroleum Company.

(3) That attached hereto as Exhibit "A" is a list of the names and addresses of all interested parties to whom applicant has sent notice of the hearing of this application in accordance with the requirements of Rule 1207 (4).

(4) That John Bayz, address unknown, is an interest owner. Applicant has made diligent effort to obtain an address for him, his heirs, assigns or successors, and has been unable to obtain any further information.

(5) The Foster-San Andres Pool is a solution gas drive reservoir established by the Division in Order R-1059 entered on January 1, 1950.

(6) By Order R-8113-A issued May 20, 1987 the Division established a limiting gas-oil ratio of 10,000 cubic feet of gas for each barrel of oil for the Foster-San Andres Pool.

(7) That at the current stage of pool development, wells in the pool can be operated at a limiting gas oil ratio of 20,000 cubic feet of gas per barrel of oil without waste.

(8) Based upon available engineering data, the proposed limiting gas oil ratio can be made effective as of March 1, 1988 without violation of the correlative rights of any operator.

WHEREFORE, applicant requests that this matter be set for hearing and that after notice and hearing the application be granted as requested.

Respectfully submitted,

A handwritten signature in cursive script that reads "Karen Aubrey". The signature is written in black ink and is positioned above the typed name.

Karen Aubrey
Kellahin, Kellahin & Aubrey
P. O. Box 2265
Santa Fe, New Mexico 87504

EXHIBIT "A"

Texas American Oil Corp.
300 Wall Street, Suite 400
Midland, Texas 79701

P. & J. Investors
P. O. Box 5531
Hobbs, New Mexico 88241

Vlema Wise Estate
Attn: Ms. Jo Johnson
419 West Cain
Hobbs, New Mexico 88240

Mrs. Fern Cone
3309 43rd Street
Lubbock, Texas 79413

Clifford Cone
Box 6010
Lubbock, Texas 79413

Continental EMSCO Corp.
1810 Commerce Street
Dallas, Texas 75221

Stallworth Oil & Gas Inc.
Box 479
1900 Hartford
Dallas, Texas 75221

Zachary Oil Operating Corp.
1212 Commerce Building
Fort Worth, Texas 76102

Martindale Petroleum Corp.
P. O. Box 2403
Hobbs, New Mexico 88240

C. Melvin Neal Estate
P. O. Box 278
Hobbs, New Mexico 88240

Robert L. Summers
Box 776
Hobbs, New Mexico 88240

Douglas L. Cone
P. O. Box 13621
Albuquerque, NM 87192

Kenneth Cone
Box 11310
Midland, Texas 79703

Exxon, USA
Box 1600
Midland, Texas 79702-1600

Sam K. Viersen
Box 280
Okmulgee, Oklahoma 74447

Regency Petroleum Co. of NM
300 East Carpenter Freeway
Suite 1445
Irving, Texas 75062

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Karen Aubrey

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Jason Kellahin
Of Counsel

Santa Fé, New Mexico 87504-2265

March 31, 1988

William J. LeMay
Director
Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87504-2088

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APR 1 1988

Re: Anadarko Petroleum Corporation
Foster-San Andress Pool
Lea County, New Mexico
Application filed March 31, 1988

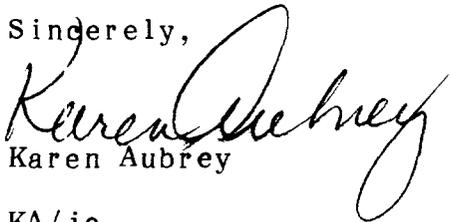
OIL CONSERVATION DIVISION

Case 9363

Dear Mr. LeMay:

I enclose an additional exhibit to the application for increase in gas-oil ratio filed on behalf of Anadarko Petroleum Corporation on March 31, 1988. By copy of this letter and the enclosed application, we are notifying Primary Fuels that they have the right to appear at the hearing either in support of or opposition to the application. Should they desire further information they may contact the undersigned or Tommy Thompson at Anadarko Petroleum Corporation at (915) 682-2116.

Sincerely,


Karen Aubrey

KA/jo
enclosure

cc: Kenneth H. Gray, Primary Fuels, Inc.
Tommy Thompson, Anadarko Petroleum

EXHIBIT B

ADDITIONAL PARTIES ENTITLED TO NOTICE

Primary Fuels, Inc.
319 West Texas, Suite 201
Midland, Texas 79701
Attn: Kenneth H. Gray