

KIMBELL, INC.  
ESTABLISHED 1911 KIMBELL  
P. O. BOX 1540 PHONE WA 4-3271  
FORT WORTH, TEXAS

OIL DEPARTMENT

July 14, 1969

Oil Conservation Commission  
State of New Mexico  
P. O. Box 2088  
Santa Fe, New Mexico

ATTENTION: Mr. A. L. Porter, Jr.

Re: Cook-Bloomfield Unit No. 1  
W/2 Section 22, T-29-N, R-11-W, N.M.P.M.  
San Juan County, New Mexico

Dear Mr. Porter:

This will reply to your letter of July 9, 1969, concerning the forced pooled interest of certain persons under the captioned unit. I find that this interest has been accrued since 1960 on our books, being ~~195%~~ 125% of the total well cost plus operations. I find that on reviewing your Order No. R-1764 we are in a position of error since only 125% of the drilling and completing cost can be charged against this interest.

I have requested our accounting department to prepare a new statement, and same will be forthcoming to you and the interest owners in the very near future.

On June 11, 1965, I received a letter from Mr. Robert L. Finch in regard to this matter, and I advised him that the interest had not paid out. It would appear now that the interest paid out some time ago and we, too, would like to make the final accounting for the small amount due the four parties.

Would you please advise if our accounting department is correct in calculating the payout without using the joint operation charge. Also, if this be correct from date of payout to date these interests now fall as working interest and must bear their small percent of operations.

I should appreciate being advised on these points and can assure you that a prompt solution to this matter will be forthcoming.

Yours very truly,

KIMBELL, INC.

Sam W. Sims, Jr.



SWS:em

*Emergency*  
*Here are copies of the*  
*letter I spoke to you*  
*about on the phone.*  
*George*

