

OIL CONSERVATION COMMISSION
1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO

October 30, 1963

Producing Royalties, Inc.
Box 1071
Lubbock, Texas

Attn: Mr. E.L. Payne, Jr. Secretary

*Re: Form C-128, Cornell Dakota
C.L. Payne #1*

Dear Mr. Payne:

*It will be agreeable with us if you retain the two "Well Location
and Acreage Dedication (lat)" forms on the above well until communitization
agreements have been consummated.*

*We will appreciate it, if you decide to abandon the location, if you
will write us a letter so stating when you decision is made.*

Yours very truly

*Emery C. Arnold
Supervisor, District #3*

ECA:ks

*cc: Ralph Trujillo
OCC, Santa Fe, N.M.*

OFFICE OF THE ATTORNEY GENERAL
STATE OF TEXAS
AUGUST 1, 1900

TO THE HONORABLE

COMMISSIONER OF THE
LAND OFFICE

RE: LANDS BELONGING TO THE STATE

SIR:

I have the honor to acknowledge the receipt of your letter of the 27th inst.

and in reply to inform you that the same has been forwarded to the proper authorities for their consideration.

I am, Sir, very respectfully,
Yours very truly,
J. W. WALKER,
Attorney General.

cc -
file

P. L. Payne, Sr.
President

Producing Royalties, Inc.

P. O. Box 1071

3831 Clovis Rd.

Phone POter 2-2164

Lubbock, Texas 79408

October 25, 1963

*Make copy for
S. L. Payne, Jr.*

Mr. Emery C. Arnold
Supervisor, District #3
Oil Conservation Commission
State of New Mexico
1000 Rio Brazos Road
Aztec, New Mexico



Dear Mr. Arnold,

When we staked the Cornell Dakota C.H. Payne ~~Dakota~~ Gas Well No. 1, we were under the impression that we would be the sole owner and operator of the well as we thought that a negotiation with another interest owner would be consummated. Until that negotiation was completed we purposely omitted answering questions No. 1, 2, and 3 of the Acreage Dedication Plat.

We have not yet completed the deal with the other interest owner, and have not answered your letter of September 4, because each week we have thought that these negotiations would be completed whereby we could properly answer questions No. 1, 2, and 3.

Mr. Arnold, we will probably abandon this location if we cannot consummate in the near future our purchase or trade for the outstanding interest on the East/2 of Section 11, T-29-N, R-12-W, San Juan County, New Mexico. If it is agreeable with you, we will retain the two "Well Location and Acreage Dedication Plat" forms which you mailed to us to complete, for a few more weeks in which time we will continue ^{efforts} to complete our negotiation on the outstanding interest. If we can complete the title ownership we will immediately complete the forms and return same to you, however if you need the forms completed before that time we will return the forms to you with necessary abandonment forms properly completed. Kindly advise us of your desires and we will act accordingly.

Very truly yours,

PRODUCING ROYALTIES, INC.

P. L. Payne, Jr.
P. L. Payne, Jr.
Secretary

PLP:jrr

