case 1665: Application of the OCC on its own motion to permit Great Amer. to appear regarding plugging of wells.

265

phation, Transcript,

#### OIL CONSERVATION COMMISSION 1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO

April 13, 1961

Great American Oil Company 3205 Central Avenue NE Albuquerque, New Maxico

Attn: Mr. V. J. Stafford, President

Deer Stri

We have received Form C-101, Notice of Intention to Drill, for the #3 John Bargent Setate well, along with several delinquent reports for other operations of your Company in Rio Arriba County, New Mexico.

The #1 and #5 John Margent Matate wells have been temperarily abandoned in excess of the 60-day period provided by Mule 202. These wells should be completed either as producible wells or plugged and abandoned prior to June 15, 1961, to avoid possible legal action.

Upon proper notification of completion of the above mentioned \$1 and \$5 wells the Forms C-101 for the \$3 John Sargent Setate well will be approved subject to the following provision: The location as shown (2380 feet from the South line and 1980 feet from the Nest line of Section 32 Township 1 North, Range 2 East, \$1 \text{ \$2\$ Survey}\$ is not a standard location and production cannot be approved until after notice and hearing for approval of the non-standard location. Drilling operations for the \$3\$ well shall remain suspended until Form C-101 is approved.

If we may be of further service, please contect us.

Yours very truly

ARKINS

A. R. Kendriak

Engineer, District #3

cel Mr. A. L. Porter OCC, Santa Pe, N.K.

> Mr. Richard Merris OCC, Santa Fe, N.H.

### Great American Oil Company

3205 CENTRAL AVE., NE ALBUQUERQUE, NEW MEXICO ALPINE 5-2120 April 7, 1961

Mr. A. R. Kendrick Oil Conservation Commission 1000 Rio Brazos Road Aztec, New Mexico

> Re: Great American Oil Gompany #3 John Sargent Estate K-32-1 N-2E M&B Survey

Dear A. R.:

Please find enclosed the corrected Notice of Intention to Drill, Form C-101. Perhaps we might be better off to drill it in T2N. Anyway, those bastard locations give me as much trouble as they do you and I greatly appreciate your kind assistance and interest.

Other forms and reports enclosed herewith are:

#1 John Sargent Estate: C-103, Report of re-entry and/or remedial action C-105, Well Records

#2 John Sargent Estate: C-105, Well Records

#3 John Sargent Estate: C-128, Well location (corrected) C-101, Notice of Intention to Drill

#5 John Sargent Estate: C-105, Well Records



The C-103 form has not been filed on #5 because we have not been able to get a rig on the location as yet. As you know, the former owners of that well drilled it, abandoned it, refused to plug it, and left the state. It had stood abandoned for almost a year before we took it over. The winter weather delayed any operations on the well after our ownership was approved by your office. The well was left full of high viscosity mud and since it has already stood 16 months, we do not anticipate any trouble. If we should encounter any difficulty, we will plug it and drill a twin well. Since the weather is like it is, we expect to move on the well site within 45 days with your permission.

May we hear from you at your convenience.

Respectfully yours,

huard hitielac.

MW:jgc
6 enclosures and copies

MARK WHELAN
Geophysicist
Great American Oil Company

### DIL CONSERVATION COMMISSION 1000 RIG BRAZOS ROAD AZTEC, NEW MEXICO

June 27, 1961

Great American Oil Company 3205 Central Ave. NB Albuquerque, Hen Mexico

Rei Operating Agreement

### Gentlemen:

Our understanding of the results of the meeting in our office on June 26, 1961 are as follows?

- 1. Creat American is to drill its #3 John Sargent Estate well immediately, and
- 2. Upon completion of well #3 to proceed to complete or permemently plug and abandon well #5; in any regard well #5 shall be completed or plugged on or before August 25, 1961.

Yours very truly

Emery C. Arnold Supervisor, District #3

BCA : ks

GOVERNOR EDWIN L. MECHEM CHAIRMAN

# State of New Mexico Oil Conservation Commission

LAND COMMISSIONER E. S. JOHNNY WALKER MEMBER



STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

1000 RIO BRAZOS ROAS

July 27, 1962

Mr. A. L. Porter Oil Conservation Commission Santa Fe, New Mexico

Re: Great American Oil Company operations in the Chama Area

Dear Mr. Porter:

We are ready to call a case for the above captioned operator to show cause why their three wells should not be properly plugged and abandoned.

The attached copies of letters should cover all correspondence since the summary letter of January 30, 1961, except a letter from the operator requesting forms about March 1, 1962. (We have not received the reports).

The weather will probably be adverse to operations in late September but usually is not too bad from late October to Mid-December.

Yours very truly,

A. R. Kehdrick

Engineer, District #3

ARK: ks

Encle:

# Memo

From

A. R. Kendrick Engineer

### To FIELD INSPECTION JULY 25, 1962

Great American Oil Company John Sargent Estate Lease

- #1. Well has head with intermitter installed.
  Junk on lecation pits open.
  Attempted to measure wellhead pressure well dead pressure zero.
- #3 Some 52" (?) casing hanging in hole with clamp setting on larger casing. Location very junky with some drilling tools still on location including a truck and trailer. Pits open. Well capped with a plate welded on top of a thread protecter.

No apparent operation this year - road has many weeds and trees growing in it.

#1 940' 5/6 1620/ W/6 5 4 T 15 R2 E M/B sur.

### OIL CONSERVATION COMMISSION

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO

February 20, 1962

Mr. William J. Stafford Great American Oil Company 3205 Central Avenue NE Albuquerque, Mew Mexico

Dear Mr. Stafford:

We have not received reports of your operations on the following wells:

Sargent Betate #1:

We have not received a copy of any potential test as requested. We have not received a subsequent report of fracture treatments as approved April 10, 1061.

Sargent Estate #31

We report of drilling or casing as accomplished.

Sargent Estate #5:

No report of pluyging operations as agreed at a conference in this office June 26, 1361.

All above mentioned reports should be submitted at an early date to avoid possible shut-down orders.

Yours very truly

ARKI ka

A. R. Kendrick Engineer, District #3

cc: 011 Conservation Commission

## Great American Oil Company

3205 CENTRAL AVE., NE ALBUQUERQUE, NEW MEXICO ALPINE 5-2120

October 26, 1961

OIL CON. COM

Mr. Emory Arnold
State of New Mexico Oil Conservation Commission
P.O. Box 617
Santa Fe, New Mexico

Dear Emory:

As usual, we have been very slow in keeping you up to date, but we are drilling ahead approximately 755 feet on our John Sargent Estate Well No. 3. We intend to move on the old hole once we get through with this one.

We have had more hard luck, more bad rains and more cramy things happen than I have ever seen since we have been drilling wells.

I appreciate very much your patience and I will try to take care of this as quickly as possible.

Yours very truly,

William J. Stafff

WJS Thg

# OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE, NEW MEXICO

September 13, 1961

Mr. Emery Arnold District Supervisor Oil Conservation Commission 1000 Rie Brance Road Astec, New Mexico

Bear Beary:

Please furnish me with some information on the status of certain wells in your District so that I can dispose of the well files that have accumulated on my desk.

I am holding, for Al's instruction, the well file on the Great American Oil Company John Sargent Estate Well No. 3, Unit K, Section 32, Township 1 North, Range 2 East, Rio Arriba County.

I am also holding the well file on the Hugh MuMillan Clinkenbeard Well Mo. 1, located in the ME/4 of Section 12, Township 26 Morth, Range 3 West, Rio Arriba County. Please let me know whether this well was drilled or whether the location was abandoned. If the well was drilled, please let me have a plugging program.

Also please advise whether the Tidal Oil Company H. F. McRay Well He. 1, Unit H. Section 14, Township 24 Morth, Range 2 West, Rio Arriba County, has been plugged. If not, please furnish me with a plugging program.

Very truly yours,

RICHARD S. MORRIS Attorney

RSM/esz

Memo From

RICHARD S. MORRIS
GENERAL COUNSEL

To

Per Rule 202 - Plagging
11 65-3-24 Netrons for

violations

Description Lot operator
+ tonder write Lot operator
+ tonder making demand.

Description order to show cause

3 Jule suit on pand

## OIL CONSERVATION COMMISSION P. O. BOX 871

SANTA FE, NEW MEXICO

August 3, 1962

Opent American 911 Company 107 Workington, 6.8. Albuquerque, New Maxico

Attention: Mr. Milliam J. Stafford

United States Fidelity & Consumty Company 201 See Hobes, S.E. Albuquerose, New Musico

Attentions Mr. Jacob Regers

No: Mell Plugging, Rio Azziba County, New Mexico

Gent Lenes:

Pursuant to indometion Suprished us by Mr. A. R. Hendrick, Engineer, Mistrict 3, 011 Conservation Commission in Astes, Nov Mexico, we heasily make demand upon you to properly plug the Sellowing wells located in Rio Asriba County, Nov Mexico, in accordance with the Countssion Paker and Regulations:

- (1) July Sergent Rotate Well No. 5, located 380 Sect from the South line of Section 4, Township 1 South, hange 2 Root, H & B Survey. Mr. Rendrick advises that in accordance with a conference in his office on June 26, 1961, this well was to be plugged on or before August 25, 1961. He have seceived no reports concerning this well since this office conference.
  - (2) John sargest Rotate Well No. 1, leasted 940 feet from the South line and 1630 feet from the West line of Section 4, Township 1 South, Hange 2 Best, N & N Survey. We have received no reports

### OIL CONSERVATION COMMISSION

P. O. BOX 871

### SANTA FE, NEW MEXICO

August 3, 1962

-2-

Greet American Oil Company

United States Fidelity & Guaranty Company

concerning this well since August 8, 1961. Mr. Rendrick advises that he attempted to measure wellhead pressure on a field inspection conducted July 25, 1962, and that the pressure was sero.

John Skapent Metate Well Me. 3, located 1900 Seet from the West Line and 2300 Seet from the South Line of Section 32, Tourship 1 Morth, R.mps 2 Most, M. & 3 Survey. The last form received by this office exceeding this well was metics of Intention to Smill, exceeded April 10, 1961. Mr. Rendrick advisor that received April 10, 1961. Mr. Rendrick advisor that these this location is very justy, pite use open, and there appropriatly has been me openation for a considerable length of time. th of time.

Unless the above wells are satisfactorily plugged on or he-a september 3, 1968, the Countains will be forced to enter an me to show cause why the wells should not be plugged and take as appropriate logal action to accume plugging the same.

program for each well and must be given an appropriately to winness the plugging of each well as it is being accomplished.

very truly years,

Special Assistant Attorney General

Mr. A. R. Bandrick Regiment, Pistrict 3 Oil Conservation Commission 1808 Rie Busses Reed Astes, New Members

Poul Billinghom, Inc. 2929 Houte Vista Bouleverd, H.S. Albuquerque, Bur Hestico

#### NOTE: THIS HEARING WILL BE HELD IN FARMINGTON, NEW MEXICO

NO. 30-62

### DOCKET: REGULAR HEARING - THURSDAY - OCTOBER 18, 1962

OIL CONSERVATION COMMISSION - 9 A.M., FARMINGTON CITY HALL, 800 MUNICIPAL DRIVE, FARMINGTON, NEW MEXICO

### ALLOWABLÉ:

- (1) Consideration of the oil allowable for November, 1962.
- (2) Consideration of the allowable production of gas for November, 1962, from ten prorated pools in Lea and Eddy Counties, New Mexico, also consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, for November, 1962.

### CASE 2615: (De Novo)

Application of Waterflood Associates, Inc. for a hearing de novo in Case No. 2615, Order No. R-2304, application of Aztec Oil & Gas Company for a waterflood project, Robinson Pool, Lea County, New Mexico.

### CASE 2665:

abtibat.

In the matter of the hearing called by the Oil Conservation Commission, on its own motion, to permit Great American Oil Company and all interested parties to appear and show cause why the following wells should not be plugged in accordance with a Commission-approved plugging program:

- (1) John Sargent Estate Well No. 5, located 380 feet from the East line and 880 feet from the South line of Section 4, Township 1 South, Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico.
- (2) John Sargent Estate Well No. 1, located 940 feet from the South line and 1620 feet from the West line of Section 4, Township 1 South, Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico.
- (3) John Sargent Estate Well No. 3, located 2380 feet from the South line and 1980 feet from the West line of Section 32, Township 1 North, Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico.

### <u>CASE 2666:</u>

Home

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit M. J. Florance and all interested parties to appear and show cause why the M. J. Florance Pooled Unit Well No. 1, located 1980 feet

-2Docket No. 30-62
Regular Hearing Thursday October 18, 1962

CASE 2666: from the South line and 1760 feet from the East line of (Continued) Section 8, Township 30 North, Range 11 West, San Juan County, New Mexico, should not be plugged in accordance with a Commission approved plugging program.

CASE 2667: Southeastern New Mexico nomenclature case calling for an order creating new pools and extending certain existing pools in Lea County, New Mexico.

(a) Create a new oil pool for Queen production, designated as the Mesa-Queen Pool, and described as:

TOWNSHIP 16 SOUTH, RANGE 32 EAST, NMPM Section 16: NW/4

(b) Extend the Corbin-Abo Pool to include:

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM
Section 2: NW/4

(c) Extend the North Justis-Blinebry Pool to include:

TOWNSHIP 25 SOUTH, RANGE 37 EAST, NMPM
Section 2: NW/4

(d) Extend the North Justis-Devonian Pool to include:

TOWNSHIP 24 SOUTH, RANGE 37 EAST, NMPM Section 35: NE/4

TOWNSHIP 25 SOUTH, RANGE 37 EAST, NMPM Section 2: NW/4

- (e) Extend the North Justis Tubb-Drinkard Pool to include:

  TOWNSHIP 25 SOUTH, RANGE 37 EAST, NMPM
  Section 2: NW/4
- (f) Extend the South Lane-Pennsylvanian Pool to include:

  TOWNSHIP 10 SOUTH, RANGE 33 EAST, NMPM
  Section 35: NE/4
- (g) Extend the Lusk-Strawn (Pennsylvanian) Pool to include:

-3-

Docket No. 30-62

Regular Hearing Thursday October 18, 1962

# CASE 2667: (Cont.) TOWNSHIP 19 SOUTH, RANGE 32 EAST, NMPM Section 20: SW/4 Section 29: N/2

(h) Extend the Middle Lynch-Yates Pool to include:

TOWNSHIP 20 SOUTH, RANGE 34 EAST, NMPM Section 22: NE/4 SW/4

(i) Extend the Vacuum-Abo Pool to include:

TOWNSHIP 18 SOUTH, RANGE 35 EAST, NMPM Section 7: N/2 SE/4

(j) Extend the Vacuum-Queen Pool to include:

TOWNSHIP 18 SOUTH, RANGE 34 EAST, NMPM Section 6: SE/4

# CASE 2668: Northwestern New México nomenclature case calling for an order extending certain existing pools in Rio Arriba, Sandoval and San Juan Counties, New Mexico.

(a) Extend the Aztec-Pictured Cliffs Pool to include:

TOWNSHIP 29 NORTH, RANGE 9 WEST, NMPM Section 27: SE/4
Section 34: E/2

(b) Extend the Blanco-Pictured Cliffs Pool to include:

TOWNSHIP 29 NORTH, RANGE 9 WEST, NMPM Section 15: SW/4
Section 22: NW/4

(c) Extend the South Blanco-Pictured Cliffs Pool to include:

TOWNSHIP 23 NORTH, RANGE 1 WEST, NMPM Section 4: W/2 Section 8: N/2

TOWNSHIP 23 NORTH, RANGE 2 WEST, NMPM

Section 1: SE/4
Section 12: E/2
Section 13: E/2
Section 24: NE/4

-4Docket No. 30-62
Regular Hearing Thursday October 18, 1962

### CASE 2668: (Cont.) TOWNSHIP 24 NORTH, RANGE 2 WEST, NMPM Section 36: E/2

Section 2: N/2

(d) Extend the Blanco-Mesaverde Pool to include:

TOWNSHIP 26 NORTH, RANGE 6 WEST, NMPM

(e) Extend the Boulder-Mancos Oil Pool to include:

TOWNSHIP 28 NORTH, RANGE 1 WEST, NMPM Section 14: SW/4 SE/4
Section 26: N/2 & NW/4 SE/4

(f) Extend the Devils Fork-Gallup Pool to include:

TOWNSHIP 24 NORTH, RANGE 6 WEST, NMPM Section 16: W/2 NW/4

(g) Extend the Puerto Chiquito-Gallup Oil Pool to include:

TOWNSHIP 27 NORTH, RANGE 1 EAST, NMPM
Section 20: S/2 SE/4
Section 21: SW/4 SW/4
Section 29: N/2 NE/4

# OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE, NEW MEXICO

September 11, 1962

DOCKET MAKED

Date 10-4-62

Mr. A. R. Kendrick Engineer, District III 011 Conservation Commission 1000 Rio Brasos Road Astec, New Mexico

> No: Well Plugging - Great American Oil Company, Rio Arriba County, Hew Mexico

Dear Als

Thank you for your letter of September 7, 1962.

We tentatively plan to docket the case for the October 10th examiner hearing. We will keep you further advised.

Very truly yours,

JAMES M. DURRETT, Jr., Attorney

JMD/eex

**.** . .

GOVERNOR EDWIN L. MECHEM CHAIRMAN

# State of New Mexico il Conservation Commission

LAND COMMISSIONER E. S. JOHNNY WALKER MEMBER



STATE GEOLOGIST A. L. PORTER, JR. SECRETARY - DIRECTOR

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO

September 7, 1962

Mr. James M. Durrett, Jr. 0il Conservation Commission P.O. Box 871
Santa Pe, New Mexico

Res Great American Oil Company
Rio Arriba County, New Mexico

Dear Mr. Durretta

We have not been contacted by subject operator as required by your letter of August 3, 1962, relative to well plugging.

We are prepared to proceed with a hearing wherein the operator may appear and show cause why the wells should not be properly plugged and abandoned.

Please docket such a case when the schedule permits.

Yours very truly

A. R. Kendrick

Engineer, District #3

ARKIKS

cc: Great American Oil Co.
107 Washington SE, Albuquerque, N.M.

U.S. Fidelity & Guaranty Co. 301 San Mateo SE, Albuquerque, N.M.

Paul Billingham, Inc. 2929 Mente Vista NE, Albuquerque, N.M. DOCKET MAILED

Date 10-4-62

eri.	RECEIPT FOR CERTIFIED MAIL—206
<b>,</b> O	General American Oil Company   Normal
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	1107 Washington
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1. Stick postage stamps to your article to pay?

Not certified mail fee Special-delivery fee (optional)

Either return receipt fee 104 or 35\$ (optional)

Either return receipt postmarked, stick the gummed stub on the left portion of the address side of the article, leaving the receipt allached, and present the article to a postal employee.

If you want this receipt postmarked, stick the gummed stub on the left portion of the address side of the article, detach and retain the receipt, and mail the article.

If you want a return receipt, with the certified-mail number and your name and address on a return receipt ard. Form 3811, and attach it to the back of the article by means of the gummed trade. Endaged from 3811, and attach it to the back of the article by means of the article with the article delivered only to the addressee, enderse it on the front DELIVER.

If you want the article delivered only to the addressee, enderse it on the front DELIVER.

TO ADDRESSEE ONLY. Place the same endorsement in line 2 of the return receipt and a same and present it if you want the article delivered only to the same endorsement in line 2 of the return receipt and a same and present it if you make it is not be same endorsement in line 2 of the return receipt and a same and present it if you make it is not be same endorsement in line 2 of the return receipt and a same and address on the same endorsement in line 2 of the return receipt and the same conditions.

State of New Wexico

Oil Conservation Commission

Great American Oil Company 107 Washington S.E. Albuquerque, New Mexico

Attention: Mr. William J. Stafford

No. 859189

Certified - Return Receipt Requested

## STATE OF NEW MEXICO OIL CONSERVATION COMMISSION SANTA FE - NEW MEXICO

CASE NO. 2665

In the matter of the hearing called by the Oil Conservation Commission, on its own motion, to permit Great American Oil Company and all interested parties to appear and show cause why the following wells should not be plugged in accordance with a Commission-approved plugging program:

- (1) John Sargent Estate Well No. 5, located 380 feet from the East line and 880 feet from the South line of Section 4, Township 1 South, Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico.
- (2) John Sargent Estate Well No. 1, located 940 feet from the South line and 1620 feet from the West line of Section 4, Township 1 South, Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico.
- (3) John Sargent Estate Well No. 3, located 2380 feet from the South line and 1980 feet from the West line of Section 32, Township 1 North, Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico.

TO: Great American Oil Company 107 Washington, S.E. Albuquerque, New Mexico

United States Fidelity & Guaranty Company 301 San Mateo, S.E. Albuquerque, New Mexico

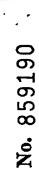
### NOTICE

PLEASE TAKE NOTICE THAT THE ABOVE ENTITLED AND NUMBERED CAUSE WILL COME BEFORE THE OIL CONSERVATION COMMISSION AT 9 O'CLOCK A.M., CCTOBER 18, 1962, FARMINGTON CITY HALL, 800 MUNICIPAL DRIVE, FARMINGTON, NEW MEXICO.

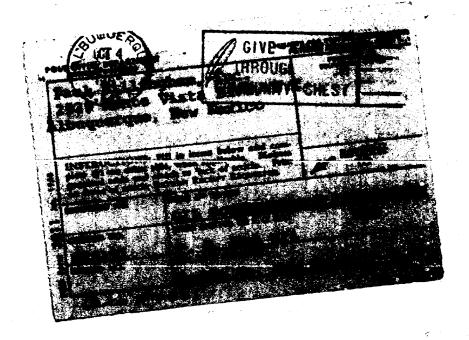
A. L. PORTER, Jr., Secretary-Director

I hereby certify that I have mailed a copy of this Notice to the above-named parties on this 3rd day of October, 1962.

> JAMES M. DURRETT, Jr., General Counsel



FOOT COMES STREET, MENT	PATHERT OF PRIMARY SAN THE AVENT
Maranty Company, 301 San Maranty Company, 301	COST
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United States Fidelity &	POSTING OR DA
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POD Form 2800 Apr 1960  Active Care 7665	1

	RECEIPT FOR CERTIFIED MAIL—206	
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1. Stick postage stamps to your article to pay?

Restricted delivery fee—50¢ (optional)

Discretified mail fee

First-class or sirmail postage

Either return receipt fee—10\$ or 35\$ (optional)

If you want this receipt postaurked, stick the gummed stub on the left portion of the address side of the article, leaving the receipt allached, and present the article to a postal and present the

supployers

3. If you do not want this receipt postmarked, stick the gummed stub on the left portion of the address side of the article, detach and retain the receipt, and mail the article.

4. If you want a return receipt, write the certified-mail number and your name and address on a return receipt card, Form 3811, and attach it to the back of the article by means of the gummed ends. Enderre front of criticle RETURN RECEIPT REQUESTED.

5. If you want the article delivered only to the addressee, endorse it on the front DELIVER TO ADDRESSEE ONLY. Place the same endorsement in line 2 of the return receipt and present it if you make inquire.

1. Stick postage stamps to your article to pay?

Restricted delivery fee—50¢ (optional)

First-class or airmai postage

Fisher return receipt postage

Fisher return receipt postage

Fisher return receipt postage

Address cide of the article, leaving the receipt allached, and present the article to a postal address cide of the article, leaving the receipt allached, and present the article.

The reduces side of the article, detach and retain the receipt, and mail the article to a postal the address side of the article, detach and retain the receipt, and mail the article.

If you want a return receipt, write the certified mail number and your name and address on a return receipt card, Form 3811, and attach it to the back of the article by means of the a return receipt card, Form 3811, and attach it to the back of the article by means of the summed cade. Surfaces from the article RETURN RECEIPT REQUESTED.

Some and the article between only to the addressee, endorse it on the front DELIVER TO ADDRESSEE ONLY. Place the same codorsement in line 2 of the return receipt.

6. Save this receipt and greent it if you make income.

## STATE OF NEW MEXICO OIL CONSERVATION COMMISSION SANTA FE - NEW MEXICO

CASE NO. 2665

In the matter of the hearing called by the Oil Winservation Commission, on its own motion, to permit Great American Oil Company and all interested parties to appear and show cause why the following wells should not be plugged in accordance with a Commission-approved plugging program:

- (1) John Sargent Estate Well No. 5, located 380 feet from the East line and 880 feet from the South line of Section 4, Township 1 South, Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico.
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- (3) John Sargent Estate Well No. 3, located 2380 feet from the South line and 1980 feet from the West line of Section 32, Township 1 North, Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico.

TO: Great American Oil Company 107 Washington, S.E. Albuquerque, New Mexico

> United States Fidelity & Guaranty Company 301 San Mateo, S.R. Albuquerque, New Mexico

### NOTICE

PLEASE TAKE MOTICE THAT THE ABOVE ENTITLED AND MUMBERED CAUSE WILL COME BEFORE THE OIL COMBERVATION COMMISSION AT 9 O'CLOCK A.M., OCTOBER 18, 1962, FARMINGTON CITY MALL, 800 MUNICIPAL DRIVE, FARMINGTON, NEW MEXICO.

A. L. PORTER, Jr., Secretury-Director

I hereby certify that I have mailed a copy of this Notice to the above-named parties on this 3rd day of October, 1962.

> JAMES M. DURRETT, Jf., General Counsel

# OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE. NEW MEXICO

September 28, 1962

Mr. Emery Arnold District Supervisor Oil Conservation Commission 1900 Rio Brazos Road Artec, New Mexico

> Re: Great American Oil Company and N. J. Florance Well Plugging Rio Arriba and San Juan Counties, New Mexico

Deer Emery:

As we discussed over the telephone, we have docketed the Great American Gil Company plugging case and the M. J. Florance plugging case for the October regular hearing in Farmington.

The Great American Oil Company case involves the following wells in Rio Arriba County: John Sargent Estate Well No. 5, Section 4, Township 1 South, Range 2 Mast; John Sargent Estate Well No. 1, Section 4, Township 1 South, Range 2 East; and the John Sargent Estate Well No. 3, Section 32, Township 1 Morth, Range 2 East. The N. J. Florance case involves the N. J. Florance Pooled Unit Well No. 1 located in Section 8, Township 30 North, Range 11 West, San Juan County. Of course, I will need either you or Al to testify concerning these wells.

Please discuss this matter and I will get together with you when we arrive in Farmington and go over the cases prior to the hearing.

Very truly yours,

JAMES M. DURRETT, Jr., Attorney

JMD/esr



#### UNITED STATES FIDELITY AND GUARANTY COMPANY

ALBUQUERQUE BRANCH OFFICE
L. K. KING, MANAGER
301 SAN MATEO BLVD., S. E.
ALBUQUERQUE, NEW MEXICO
TELEPHONE: ALPINE 6-3847

October 10, 1962

JAMES A. LYONS

State of New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico

Attention: Mr. A. L. Porter, Jr. Secretary-Director

Re: Case No. 2665 - Our File No. 63-S-442 - Great American Oil Company - State of New Mexico

#### Gentlemen:

We have your Notice that you have called a hearing to give the Great American Oil Company an opportunity to show cause why certain wells should not be plugged in accordance with Commission-approved plugging program.

We have made every effort to contact the principal officer of the Great American Oil Company and have been unable to locate anyone with ability to do the plugging. Therefore, we will make arrangements for the plugging to be done at the earliest convenient time. We will have our representative in Farmington, New Mexico arrange for the plugging under the supervision of your engineer Mr. A. R. Kendrick without further delay. It may be that you can avoid the hearing. At least, we will have our Farmington representative work out a schedule for the plugging with Mr. Kendrick as soon as possible. We will appreciate your vacating the hearing and saving whatever time it would require as soon as the plugging schedule has been arranged.

Very truly, yours,

C. L. Fogleman CLAIM DEFARTMENT

CLF/b

cc: Mr. A. R. Kendrick
Engineer, District #3
Oil Conservation Commission
1000 Rio Brazos Road
Aztec, New Mexico

cc: Paul Billingham, Inc.
Albuquerque
New Mexico

Albuquerque 5 (12-60)

# OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE. NEW MEXICO

October 10, 1962

Mr. Jim Caster Attorney at Law P. O. Box 4095 Albuquerque, New Mexico

> Re: Case No. 2665, Great American Oil Company, Well Plugging, Rio Arriba County, New Mexico

Dear Jim:

As I was not able to contact you last night at the reserve meeting concerning the above case and your request for a continuance, I wanted to write this morning to let you know the Commission's decision on your request.

I presented your request for a continuance in detail to the Commission; however, they stated they would not be willing to grant a continuance at this time as they feel Great American Oil Company has been very uncooperative up to this point and that the matter should not be delayed any more than is absolutely necessary. Therefore, we will have to go ahead with the case on October 18 in Farmington. However, they did state that they would be willing to hear a request for a continuance when the case is called at the regular hearing in Farmington, but that they would feel that there would have to be substantial grounds for granting such a request.

Jim, I am afraid this is about all I can do for you at this time. Since the Commission feels the case should proceed unless substantial grounds are shown for granting a continuance, it will be necessary for me to proceed with the case at the regular Farmington hearing.

Let me know if I can otherwise assist you.

Very truly yours,

JAMES M. DURRETT, Jr., Attorney

JMD/esr

# OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE. NEW MEXICO

December 26, 1962

Mr. James G. Caster Attorney at Law P. O. Box 4095 Alburnerere, New Mexico

> No: Case No. 2665, Great American Gil Company, Well Plugging, Rio Arriba County, New Mexico

Door Jim:

I have now received the transcript in the above case and can furnish you with the details of the stipulation that was made at the hearing of this case.

Mr. Fred White, Attorney at Law, Farmington, New Newico, appeared on behalf of Great American Oil Company and stipulated that all three wells would either be producing or plugged in accordance with a Commission-approved plugging program on or before February 15, 1963. He stated that Mr. Billy Joe Stafford, the president of Great American Oil Company, was in California trying to arrange to sell the wells and that they expected to have the wells sold about the middle of Hovember. We have not yet received a transfer of comerchip form on any of these wells. Therefore, I assume the sale was not communical. In accordance with the stipulation, if the wells are not either producing or satisfactorily plugged on or before February 15, 1963, an order will extensionally issue from the Commission requiring the wells to be plugged in accordance with a designated plugging program.

Please advise me if you need any additional information concerning this matter.

Very truly yours,

JAMES M. DURRETT, Jr., Attorney

JMD/esr

GOVERNOR EDWIN L. MECHEM CHAIRMAN

# State of New Wexico Oil Conservation Commission

LAND COMMISSIONER E. S. JOHNNY WALKER MEMBER



STATE GEOLOGIST A. L. PORTER, JR. SECRETARY — DIRECTOR

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO December 28, 1962

Mr. James Durrett
Oil Conservation Commission
Box 871
Santa Fe, New Mexico

Re: Case No. 2665

Dear Jim?

Please advise us by letter of the agreement reached in subject case.

Yours very truly

A. R. Kendrick
Engineer, District #3

ARK! ks

# OIL CONSERVATION COMMISSION F. O. BOX 871 SANTA FE. NEW MEXICO

January 2, 1963

Mr. Fred E. White Attorney at Law 112 Worth Behrend Farmington, New Mexico

> Re: Case No. 2665, Great American Oil Company, Well Plugging

Pear Fred:

This is a reminder that it was stipulated at the hearing in the above case that the Great American Oil Company would have the following three wells either producing or satisfactorily plugged on or before February 15, 1963:

John Sargent Retate Well No. 5, located 380 feet from the East line and 860 feet from the South line of Section 4, Township 1 South, Range 2 East, Martin & Borders Survey, Rio Arribe County, New Mexico

John Sargent Retate Well No. 1, located 940 feet from the South line and 1620 feet from the West line of Section 4, Township 1 South, Range 2 Rast, Martin & Borders Survey, Rio Arribe County, New Mexico

John Sargent Betate Well No. 3, located 2380 feet from the South line and 1980 feet from the West line of Section 32, Township 1 North, Range 2 Bast, Martin & Borders Survey, Rio Arriba County, New Maxico

It was mentioned during the hearing that your client expected to have the wells sold by about the middle of Movember. If the sale has been consumated, a Form C-110 should be

### OIL CONSERVATION COMMISSION

P. O. BOX 871 SANTA FE. NEW MEXICO

January 2, 1963

-2-

Mr. Fred E. White Attorney at Law Farmington, New Mexico

filed with the Aster District Office showing change in owner-ship. If the wells have been sold and a Form C-110 has not yet been filed, we would appreciate "our client doing so in the immediate future. Also, we would appreciate your keeping the Aster District Office advised of your client's progress with the wells.

very truly yours,

JAMES M. DURRETT, Jr., Attorney

011 Conservation Commission 1000 Rio Brasos Road Astec, New Hestico

# OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE. NEW MEXICO

### January 2, 1963

Hr. A. R. Hendrick Inginear, District #3 Oil Conservation Coumission 1000 Rio Brases Road Astec, How Maxico

> Ro: Case No. 2665, Great American Oil Company, Well Plugging -- Case No. 2666, M. J. Florance, Well Plugging

### Door Al:

I am enclosing herewith carbon copies of letters I have disputched to the attorneys for the defendants in the above two cases. These letters should be self-emplanatory concerning the stipulations entered in these cases.

We will issue an order consuming the M. J. Florance well on January 16, 1963, and on the Great American wells on February 15, 1963, if they are not satisfactorily plugged or producing by these respective dates.

I would appreciate your placing these cases in a suspense file and forwarding a plugging program to me about one week prior to the plugging date if it looks like it will be necessary for us to issue an order.

Please advise me if you need any additional information concerning these cases.

Very truly yours,

JAMES M. DURRETT, Jr., Attorney

JO/esr Enclosures GOVERNOR EDWIN L. MECHEM CHAIRMAN

# State of New Wexico of il Conservation Commission

LAND COMMISSIONER E. S. JOHNNY WALKER MEMBER



STATE GEOLOGIST A. L. PORTER, JR. SECRETARY -- DIRECTOR

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO January 3, 1962

Mr. James J. Durrett, Jr.
0il Conservation Commission
Box 871
Santa Fe. New Mexico

Re: Case No. 2665, Great American Oil Company, Well Plugging

Dear Jimi

Thank you for the letter of stipulation of subject case.

The only progress we can report at this time is that Mr. William J. Stafford of the Great American Oil Company did visit this office about December 1, 1962. He picked up some forms to file for the affected wells in order to get the records complete prior to a proposed sale of the properties. We have not received any of the forms or other communication from the company.

We will keep you advised of any progress.

Yours very truly\_

A. R. Kenarick Engineer, District #3

ARKiks

### DIL CONSERVATION COMMISSION 1000 RIG BRAZUS ROAD AZTEC, NEW MEXICO

January 31, 1963

Mr. Villiam J. Stafford Orest American Oil Company 107 Hashington SE Albuquerque, Rew Mexico

> Bet Great American Oil Co. #3 Sergent, N-32-1H-2E, H & B Survey, Bie Arriba Co, N.H.

Dear Mr. Stafford:

The easing must be semented in subject well if the well is to be completed as a producible well.

hule 107 emplains the comenting requirements.

The attached Form G-103 indicates that the casing was set on a choulder without cement; therefore, we cannot approve it.

Yours very truly -)

A. B. Kendytek Ingineer, District #3

ABEIL

attachment.

oc: 000, Sante Fe, w/sttachment

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GOVERNOR JACK M. CAMPBELL CHAIRMAN

# State of New Mexical OFFICE OCC Dil Conservation Commission AM RES

LAND COMMISSIONER
E. S. JOHNNY WALKER
MEMBER



AZTEC, NEW MEXICO
January 31, 1963

STATE GEOLOGIST

A L. PORTER, JR.
SECRETARY - DIRECTOR

Mr. James Durrett
Oil Conservation Commission
Pox 871
Santa Fe, New Mexico

Re: Great American Oil Company

Boar Jima

We have received some forms from Great American Oil Company, but none of the forms indicate an intent to either complete or abandon the wells.

Yours very truly

A. R. Kendrick

Engineer, District #3

ARK: ks

Memo

A. R. Kendrick
Engineer

To Lim'

The attacked is frame
the president of the
the president of the
American Oillo.

Great American Case

Re: Magging Case

Cetaber

Al





Zmen and angentine Cytic numero

Head Smarry

If have carpled in part with the order of the weather conditions set has been absolutely morable to to carply with the whole order. I have said that have to a carpent rest week, that's for your patrice. There my Regards to al

P.S. I will grow you the man of the word company who down so fusher. FRED E. WHITE JAMES W. MUSGROVE ATTORNEYS V LW

ATTORNEYS V LW

1993 FEBARMINGTON. NEW MEXICO

February 25,251963

112 N. BEHREND PHONE 325-1956

State of New Mexico
Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Att'n: James M. Durrett, Jr.

Re: Case No. 2665, Great American Oil Company, Well plugging. Our File No. 758

Dear Jim:

Thank you for your letter of January 2, 1963. I have finally contacted Mr. Stafford of Great American Oil Company, and he wro te on February 12, 1963, that they were trying to do everything possible to comply with the Order. He stated that they had been unable to get to the well due to the snow and the condition of the land, and that he had written Emory Arnold about the reason for the delay. He further stated that he had complied in part on the Order and that the rest of the Order would be complied with within the very near future.

I never did receive a copy of the Order which I assume was entered in this case, and would appreciate receiving same at your earliest convenience. By copy of this letter, I am advising the Aztec District Office of the matters herein

Very truly yours,

WHITE & MUSGROVE

FEW/ems

cc: Oil Conservation Commission 1000 Rio Brazos Road Aztec, New Mexico

Billy Joe Stafford

Great American Oil Company

General Delivery - Station C - Albuquerque, New Mexico.

# OIL CONSERVATION COMMISSION P. O. BOX 871

SANTA FE. NEW MEXICO

### February 28, 1963

Fred E. White, Esq. White & Musgrove Attorneys at Law 112 Morth Behrend Farmington, New Mexico

> Re: Case No. 2665, Great American Oil Company, Well Plugging ---Your File No. 758

Dear Fred:

Thank you for your letter of February 25, 1963. An order has not yet been entered in this case as it was stipulated at the hearing that the wells would be transferred to another operator, producing, or plugged and abundoned in accordance with a Commission-approved plugging program on or before February 15, 1963. A plugging erder was to be issued by the Commission if one of these three events had not occurred by February 15, 1963. In view of the stipulation at the hearing, the Commission did not desire to enter an order requiring the wells to be plugged by February 15, 1963, as we realize that it is difficult to sell a well which the Commission has ordered plugged. However, since your requirements of the stipulation were not met by February 15, 1963, the Commission has no alternative other than to issue an order that the wells be plugged. We are presently preparing such an order and will forward a copy of the same to you immediately upon its issuance.

Thank you for your cooperation in this case.

Very truly yours,

JAMES M. DURRETT, Jr., Special Assistant Attorney General

JOD/est

oc: Mr. Emery C. Arnold, District Supervisor Oil Conservation Commission 1000 Rio Brasos Road Artec, New Mexico GOVERNOR
JACK M. CAMPBELL
CHAIRMAN

# Bil Conservation Commission

LAND COMMISSIONER
E. B. JOHNNY WALKER
MEMBER



1000 RIO BRAZUS ROAD AZTEC, NEW MEXICO

March 1, 1963

STATE GEOLOGIST

A. L. PORTER, JR.
SECRETARY - DIRECTOR

Mr. D. S. Nutter
Oil Conservation Commission
Box 871
Santa Fe, New Mexico

Re: Case No. 2665, Great American Oil Co. Well Plugging

Dear Dan:

We prefer that the resultant order from subject case does not show the plugging pattern for the affected wells. We would rather have the regular Forms C-102 for approval prior to the plugging operation so that we can witness the plugging.

The contractor who does the plugging should be able to move in and out prior to June 1, 1963.

If the order must show a plugging program, please use the following:

John Sargent Estate #1, N-4-1S-2E (M & B): Set cement plugs as follows:
60 sacks from 800' to 1022' (P.B.T.D.)
70 sacks from 400' to 650' or 25 sacks across pipe stub if
casing is cut and pulled.
20 sacks from 70' to 120'
10 sacks from surface to 10' with required steel pipe marker.
Heavy-mud plugs to be used between cement plugs.

John Sargent Estate #3; K-32-1N-2E ( M & B): Set Cement plugs as follows:
60 sacks from 1000' to 1215' (T.D.)
100 sacks from 500' to 900'.
80 sacks from 100' to 400'.
10 sacks from surface to 10', with required steel pipe marker.
Heavy Mud plugs to be used between cement plugs.

John Sargent Estate #5, P-4-18-2E (K & B): Set Cement plugs as follows:
16 sacks from 1150' to 1213' (T.D.)
120 sacks from 550' to 1000'.
70 sacks from 70' to 320'.

10 sacks from surface to 10' with required steel pipe marker. Heavy mud plugs to be used between cement plugs.

All pits to be filled. All locations to be cleaned of debris and graded.

Yours very truly

A. R. Kendrick Engineer, Dist. #3

ARK: ks

859990

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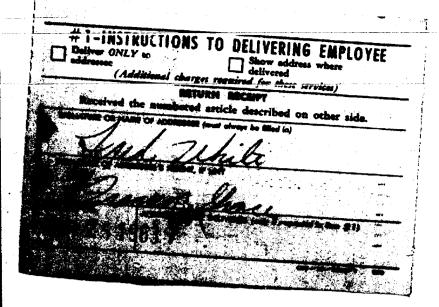
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SENT TO Mr. Billy Joe Stafford

Great American Oil Company Common Street Ambroance Delivery

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2. If you want this receipt postmarked, stick the gummed stub on the left portion of the address side of the article, leaving the receipt attached, and present the article to a postal

3. If you do not want this receipt portmarked, stick the gummed stub on the left portion of the address side of the article, detach and retain the receipt, and mail the article.

4. If you want a return receipt, write the certified-mail number and your name and address on a return receipt card, Form 3811, and sitach it to the back of the article by means of the summed ends. Endorse front of article RETURN RECEIPT REQUESTED.

5: If you want the article delivered only to the addressee, endorse it on the front DELIVER TO ADDRESSEE ONLY. Place the same endorsement in line 2 of the return receipt and

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3. If you do not went this receipt postmarked, stick the gummed stub on the left portion of the address side of the article, detach and retain the receipt, and mail the article.

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TO ADDRESSES ONLY. Place the same endorsement in line 2 of the return receipt cond.

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3. If you do not went this receipt postmarked, stick the gummed stub on the left portion of the address side of the article, detach and retain the receipt, and mail the article. the address side of the article, detach and retain the receipt, and mail the article.

4. If you want a return receipt, write the certified-mail number and your name and address on a return receipt card, Form 3811, and attach it to the back of the article by means of the guaranteed code. Endours front of article RETURN RECEIPT REQUESTED.

5. If you want the article delivered only to the addressee, endorse it on the front DELIVER TO ADDRESSEE ONLY. Flace the same endorsement in line 2 of the return receipt code.

State of Meta Mexico

Conservation Commission

MSR2263

Mr. Billy Joe Stafford
Great American Oil Company

CERTIFIED

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Station

RETURN RECEIPT RECUMENTED to instant
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Do not remail in

March 22, 1963

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

Fred B. White, Esq. White & Masgrove Attorneys at Law 112 North Behrend Parmington, New Mexico

Re: Case No. 2665, Order No. R-2453, Great American Oil Company, Well Plugging

Pear Frad:

water Tire

I am emclosing herewith a certified copy of Order No. 2-2453 entered by the Commission on March 20, 1963. I also am, by copies of this letter, ferrarding certified copies of this order to your client and the surety on the Great American Oil Company plugging bond.

Please note that the order requires all of the wells to be plugged on or before May 1, 1943, and that Mr. Emery Arnold, District Supervisor, Oil Conservation Commission, Artec, New Mexico, must be notified of the exact time and date plugging operations on and tent to the contract time and date plugging operations on each well are to commence.

Please contact me if you desire any additional information concerning this matter.

very truly yours, gm Duret or

J. M. DURRETT, Jr., Special Assistant Attorney General

JOD/est Inclosure

-2-

March 22, 1963

Fred E. White, Esq. White & Mangrove Attorneys at Law

> e Mr. Billy Joe Stafford Great American Oil Company Comment Delivery Station C Albuquerone, English

United states Fidelity & Guaranty Company Attention: Mr. Jason Rogers 301 San Mateo, S.E. Albuquerque, New Mexico

Mr. Hmery Arnold District Supervisor Oil Conservation Commission 1900 Rio Brases Road Astec, New Mexico

### SOVERNOR JACK M. CAMPBELL CHAIRMAN

## State of New Mexico

# Bil Conserbation Commission

LAND COMMISSIONER E. S. JOHNNY WALKER MEMBER



P. O. BOX 671 SANTA FE STATE GEOLOGIST A. L. PORTER, JR. SECRETARY - DIRECTOR

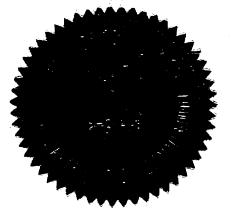
### CERTIFICATE

I, A. L. PORTER, Jr., Secretary-Director of the New Mexico Oil Conservation Commission, do hereby certify that this is a true and correct copy of Commission Order No. R-2453 entered by the Commission on March 20, 1963.

A. L. PORTER, Jr., Secretary-Director

Notary Public

March 21, 1963



IN WITNESS WHEREOF, I have affixed my hand and notarial seal this 21st day of March, 1963.

My Commission Expires:

September 22, 1965

# BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE ERARING CALLED BY THE OIL CONSERVATION CONSCISSION, ON ITS OWN NOTION, TO PERMIT GREAT AMERICAN OIL COMPANY AND ALL INTERESTED PARTIES TO APPEAR AND SHOW CAUSE WHY THE FOLLOWING WELLS SHOULD HOT BE PLUGGED IN ACCORDANCE WITH A CONSISSION-APPROVED PLUGGING PROGRAM:

- (1) John Sarghut Estate Well No. 5, located 360 fest from the rast line and 860 fest from the South Line of Section 4, tombell 1 South, range 2 east, Martin 4 Borders Survey, RIO Arriba County, New Mexico.
- (2) John Sargent Retate Well No. 1, Located 940 Fest From The South Line and 1620 Fest From the West Line of Section 4, Tomostip 1 South, Range 2 Hast, Martin & Borders Survey, RIO Anglia County, New Mexico.
- (3) JOHN BARGHET RETATE WELL NO. 3, LOCATED 2300 PERT PRON THE SOUTH LINE AND 1960 PERT PROM THE WEST LINE OF SECTION 32, TOMBELP 1 MOSTH, RANGE 2 RAST, MARTIN & BORDERS SURVEY, ATO ARRIBA COUNTY, MEW MEXICO.

CASE No. 2665 Order No. R-2453

### ORDER OF THE COMMISSION

### BY THE CONVICATION.

This cause came on for hearing at 9 o'clock a.m. on October 18, 1962, at Parmington, New Mexico, before the Oil Conservation Commission of New Mexico, bereinsfter referred to as the "Commission."

NOW, on this 20 day of March, 1963, the Commission, a quorum being present, having considered the evidence and being otherwise fully advised in the premises.

### PINOS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That Great American Oil Company is the owner and operator of the following wells:

John Sergent Estato Well Mo. 5, located 380 feet from the Bast line and 880 feet from the South line of Section 4, Township 1 South, Range 2 Bast, Martin & Borders Survey, Rio Arriba County, New Mexico. -2-CASE No. 2665 Order No. R-2453

> John Sargest Betate Well No. 1, located 940 feet from the South line and 1620 feet from the West line of Section 4, Township 1 South, Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico.

> John Sargent Retate Well No. 3, located 2380 feet from the South line and 1980 feet from the West line of Seution 32, Township 1 North, Range 2 Rest, Martin & Norders Survey, Rio Arribe County, New Mexico.

- (3) That the attorney for Great American Oil Company stipulated at the hearing that the Commission should enter an order requiring the wells to be plupped in accordance with a Commission-approved plupping program if the three subject wells were not producing or plupped in accordance with a Commission-approved plupping program on or before Pebruary 15, 1963.
- (4) That the three subject wells were not producing or plugged in accordance with a Commission-approved plugging program on February 15, 1963.
- (5) That the subject wells are causing or will cause waste and should be plugged in a manner which will confine permanently all oil, gas, and water in the separate strate originally containing them.

### IT IS THEREFORE ORDERED:

- (1) That Great American Oil Company is hereby ordered to plug the John Sargest Estate Well No. 5, located 380 feet from the South line of Section 4, Township 1 South, Range 2 Hast, Martin & Borders Survey, Rio Arriba County, New Nexico, in accordance with the following minimum plugging requirements:
  - (1) Set a 16-suck coment plug from approximately 1130 feet to 1213 feet.
  - (2) Set a 120-cack coment play from approvedmetaly 550 feet to 1900 feet.
  - (3) Set a 70-sack coment plug from approximately 70 feet to 320 feet.
  - (4) Set a 5-each coment surface plug.
  - (5) Fill all intervals between cement plags with mud weighing not less than ten pounds per gallon.

CANE No. 2665 Order No. R-2453

- (6) Set in the surface plug a regulation steel marker not less than four inches in diameter and extending at least four feet above mean ground level.
- (2) That Great American Oil Company is hereby ordered to plug the John Jurgent Estate Well Me. 1, located 940 feet from the South line and 1620 feet from the West line of Section 4, Township 1 South, Range 2 Mart, Martin & Berders Juryey, Rio Arriba Commity, New Munico, in accordance with the following minimum plugging requirements:
  - (1) set a 60-mark coment plug from approximately 800 feet to 1022 feet.
  - (2) Set a 70-each coment plug from approximately 400 feet to 650 feet.
  - (3) Set a 20-sack cement plug from approximately 70 feet to 120 feet.
  - (4) set a 5-sack coment surface plug.
  - (5) Fill all intervals between coment plugs with mad weighing not less than ten pounds per gallon.
  - (6) Set in the surface plug a regulation atoel marker not less than four inches in diameter and extending at least four feet above mean ground level.
- (3) That Great American Oil Company is hereby ordered to plug the John Sargent Batata Well No. 3, located 2380 feet from the South line and 1980 feet from the West line of Sestion 32, Township 1 North, Range 2 East, Martin & Nordere Survey, Rio Arriba County, New Mexico, in accordance with the following minimum plugging requirements:
  - (1) Set a 60-seek coment play from approximately 1000 feet to 1215 feet.
  - (2) Set a 100-sack cenent plug from approximately 500 feet to 900 feet.
  - (3) Set an 80-sack cement plug from approximately 100 feet to 400 feet.
  - (4) Set a 5-sack cement surface plug.

CASE No. 2665 Order No. R-2453 (5) Fill all intervals between cement plugs with mud weighing not less than ten pounds per gallon. (6) Set in the surface plug a regulation steel marker not less then four inches in diameter and extending at least four feet above mean ground level. (4) That, as an alternative, Great American Oil Company is hareby authorized to plug all three of the subject wells in accordance with the following plugging requirements: (1) Fill the hole with canent from total depth to the susface. (2) 300 at the surface a regulation steel marker not less then four inches in dismater and extending at least four feet above mean ground level. (5) That the plugging of all of the subject wells shall be upleted on or before May 1, 1963, and that Great American Oil agent shall notify the District Supervisor, District III, Oil rvetion Commission, Astec, New Mexico, of the exect time and date plugging operations on each well are to commence. (6) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may does necessary. posse at sames Fe, New Mexico, on the day and year hereinabove designated. STATE OF MEW MAXICO OIL COMMERVATION CONCLISION JACK M. CAMPBELL, Chairman E. S. WALKER, Monibor A. L. POWER, Jr., Macher A Secretary OUZ/

March 22, 1963

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

Fred E. White, Esq. White & Musgrove Attorneys at Law 112 Borth Behrend Parmington, New Mexico

Case No. 2665, Order No. R-2453, Great American Oil Company, Well Plugging

Pear Fred:

I am enclosing herewith a certified copy of Order No. R-2453 entered by the Commission on March 20, 1963. I also am, by copies of this letter, forwarding certified copies of this order to your client and the surety on the Great American Oil Company plugging bond.

Please note that the order requires all of the wells to be plugged on or before May 1, 1963, and that Mr. Emery Arnold, District Supervisor, Oil Conservation Commission, Astec, New Mexico, must be notified of the exact time and date plugging operations on each well are to commence.

Please contact me if you desire any additional information concerning this matter.

Very truly yours,

J. M. DURRETT, Jr., Special Assistant Attorney General

JMD/ess Enclosure

-2-

March 22, 1963

Fred E. White, Req. White & Musgrove Attorneys at Law

cc: Mr. Billy Joe Stafford Great American Cil Company General Delivery Station C Albuquerque, New Mexico

> United States Fidelity & Guaranty Company Attention: Mr. Jason Rogers 301 Sam Mateo, S.E. Albuquerque, New Munico

Mr. Boney Armold District Supervisor Oil Conservation Commission 1000 Rio Brason Bond Autoc, New Mexico

May 1, 1963

Mr. Al R. Kendrick Engineer, District Mo. III Oil Conservation Commission 1000 Rio Brasos Road Autoc, New Mexico

He: Case No. 2665, Order No. R-2453, Great American Oil Company, Well Plugging

Dear Alt

Please advise me of the status of the Great American Oil Company wells. I plan to file suit within the next couple of weeks if the wells are not plugged.

very truly yours,

J. M. DURRETT, Jr., Attorney

JMD/esz

April 15, 1963

Fred S. White, Req. White and Heagrove Atterneys at Law 112 Horth Behrend Paswington, New Marico

> No: Case No. 2665, Order No. R-2453, Great American Oil Company, Well Plugging

### Dear Prot:

Mr. A. R. Mendrick, Engineer, District No. III, Oil Conservation Countesien, Astec, New Maxico, has advised as that a field importion on April 9, 1963, disclosed that the roads to the John Sazyent Butate Wells No. 1, No. 3, and No. 5 are day and passable, and that a pingging rig can be neved in on the emissing road. Please advise Nr. Stafford that he should begin pingging operations in the immediate future in order to comply with Order No. R-3453.

The Commission will have no alternative other than to file suit against the Greet American Oil Company and United States Fidelity & Gussasky Company if the requirements of Order No. 3-3453 are not fully not by May 1, 1963.

Very truly yours,

J. M. DURRHIT, Jr., Special Assistant Attorney General

### Jan Jane

oc: United States Fidelity & Guaranty Company 301 Sam Mateo, S.E. Albuquerque, New Hemico Attention: Nr. Jason Rogers

> Mr. A. R. Kendrick, Engineer, District No. III Oil Conservation Commission Astec, New Mexico

BOVERNOR JACK M. CAMPBELL CHAIRMAN

DO BE GIFFINE OCC

State of New Mexico

1953 APR 15 AM 8:02 Conservation Commission

LAND COMMISSIONER E. S. JOHNNY WALKER MEMBER



1000 RID BRAZOS ROAD AZTEC, NEW MEXICO

April 10, 1963

STATE GEOLDGIST A. L. PORTER, JR. SECRETARY - DIRECTOR

Mr. James Durrett Box 871 Santa Fe, New Mexico

> Re: Great American Oil Company Sargent Estate Lease

Dear Jim:

The road to the wells on subject lease is dry and passable. I drove to wells #1 and #3 yesterday.

Someone had been to the location of the #3 well to haul out some drilling tools.

I think that a plugging rig can be moved in on the existing road.

Yours very truly

A. R. Kendrick

Engineer, District #3

ARK: ks

5-7-63 Dan James 115F ; G Farmington, N.M. belay in correspondence. He will take bids and let contracts immediately to plug and notify us by mail.

### OIL CONSERVATION COMMISSION P. O. BOX 871

## SANTA FE, NEW MEXICO

July 5, 1963

United States Fidelity & Guaranty Company 301 San Mateo, S.E. Albuquerque, Ben Mexico

Attention: Mr. Jason Rogers

Re: Case No. 2665, Order No. R-2453, Great American Oil Company, \$10,000 Blanket Well Plugging Bond

Mr. A. R. Rendrick, Engineer, Oil Conservation Counission, District No. 3, Astec, New Mexico, has advised me that the Great American Oil Company John Sargent Metate wells have been satis-factorily plugged in accordance with a Counission-approved always as accordance with a Counission-approved plugging program. We therefore release our demand concerning these wells.

Thank you for your cooperation in this matter.

ANTH FEATH ACCES.

J. M. DUMARTT, Jr. Special Assistant Attorney General

### JD/esz

Mr. A. R. Mendrick, Engineer Oil Conservation Commission, District No. 3 1000 Rio Brasos Road - Aztec, New Mexico

United States Fidelity & Guaranty Company 115k East Main Parmitgton, New Mexico

Fred E. White, Esq. Maite & Magrove Attorneys at Law 112 North Behrend Parmington, New Mucico

SOYERNOR JACK M. CAMPBELL CHAIRMAN

State of New Mexico

事。Hom 600 Bil Conserbation Commission

LAND COMMISSIONER E. B. JOHNNY WALKER MEMBER



1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO

June 28, 1963

STATE GEOLOGIST A. L. PORTER, JR. SECRETARY - DIRECTOR

Mr. J. M. Durrett, Jr. Oil Conservation Commission Santa Fe, New Mexico

Re: Case No. 2665, Order R-2453 Great American Oil Company

Dear Jim:

We received the subsequent reports today of the plugging of wells as required by subject order.

I witnessed the plugging operations of the three wells. They were plugged in accordance with my recommendations when the status of each hole was determined.

I believe the surety company has fulfilled its obligation in this case. Your copies of the forms C-103 will be forwarded in the near future.

Yours very tryly

Engineer, District #3

ARK: ks

# OIL CONSERVATION COMMISSION P. O. BOX 871

SANTA FE, NEW MEXICO

June 19, 1963

United States Fidelity & Guaranty Company 1154 East Main Firmington, New Mexico

> No: Case No. 2665, Order No. R-2453, Great American Oil Company, \$10,000 Blanket Well Plugging Bond

### Contlemen:

Mr. A. R. Kendrick, Engineer, Oil Conservation Commission Bistrict No. 3, Astec, New Mexico, advised me today that your company had recently contacted him concerning plugging operations on the Great American Oil Company John Sargent Estate Wells and that you were proceeding with due diligence to plug the wells. Therefore, please disregard my letter of June 18, 1961.

Suit will not be filed as long as you are proceeding to plug the wells with due diligence.

Very truly yours,

J. M. SURRETT, Jr., Special Assistant Attorney General

### JMD/esz

cc: Mr. A. R. Kendrick, Engineer Oil Conservation Commission District No. 3 1000 Rio Brasos Road Artec, New Mexico

> United States Fidelity & Guaranty Company 301 San Mateo, S.E. Albuquerque, New Mexico Attention: Mr. Jason Rogers

June 18, 1963

United States Fidelity and Guaranty Company 1154 East Main Ferminaton, New Hestico

> Re: Case No. 2665, Order No. R-2453, Great American Oil Company, \$10,000 Blanket Well Plugging Bond

### done longs

On May 7, 1963, Mr. Den Garmer, USFEG, Farmington, New Mexico, advised me over the telephone that your company would take hide and let plugging contracts immediately on the Great American Gil Company John Sargest Betate Walls Mos. 1, 3, and 5, pursuant to the above order. On June 10, 1963, Mr. A. R. Hendrick, Engineer, Gil Conservation Commission District Mo. 3, Astec, New Mexico, advised me that although a plugging contractor had stopped by to discuss the requirements of the operation stating that he had been asked for a hid on the job, the District Office in Astec had not yet been notified of the time and date plugging operations were to commence.

As your principal is now in default under the provisions of Order No. R-2453, the Commission will be forced to file suit against the Great American Oil Company, as principal, and your company, as surety, on the \$10,000 Blanket Well Plugging Bond if these wells are not immediately plugged.

Very truly yours,

J. M. DURART, Jr., Special Assistant Attorney General

### JOD/esr

Oil Conservation Commission District No. 3 1000 Rio Brazos Road Artec, New Mexico United States Fidelity & Guaranty Company 301 Sam Mateo, S.E. Albuquerque, New Mexico Attention: Mr. Jason Rogers 1156. main (Co) 115 / E. Main (Co) (USF & G Co

> LONG DISTANCE — Fast, Fun and Economical

BOVERNOR JACK M. CAMPBELL CHAIRMAN

# State of New Mexico

# **Bil Conserbation Commission**



LAND COMMISSIONER
E. S. JOHNNY WALKER
MEMBER

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO

June 10, 1963

STATE GEOLOGIST A. L. PORTER, JR. SEGRETARY - DIRECTOR

Mr. James M. Durrett, Jr. 011 Conservation Commission P. O. Box 871 Santa Fe, New Mexico

> Re: Case No. 2665, Order No. R-2453

Dear Jim:

I understand that U.S.F. & G. has changed personnel in Farmington. The new man has not contacted us yet.

However, a plugging contractor has stopped by to discuss the requirements of the operation. He said that he had been asked for a bid on the job.

Sorry we can't close the files yet.

Yours very truly,

A. R. Kendrick Engineer, District #3

ARK:mc

June 7, 1963

Mr. Al R. Kendrick Engineer, District No. 3 Oil Conservation Commission 1900 Rio Brazos Road Astoc, Not Mexico

No: Case No. 2665, Order No. R-2453, Great American Oil Company, Well Plugging

Dear Al:

On May 7, 1963, Mr. Dam Garner, USF6G, Farmington, New Mexico, called me and stated that he would take bids and let plugging contracts immediately on these wells.

Please advise me as to whether or not he has contacted you concerning the matter.

If the wells have been plugged, we need C-103 forms to close our files.

Very truly yours,

J. M. DURRETT, Jr., Attorney

JMD/esr

June 7, 1963

Mr. Al R. Rendrick Engineer, District No. 3 Oil Conservation Commission 1000 Rio Brasos Road Astec, New Mexico

> Re: Case No. 2665, Order No. R-2453, Great American Oil Company, Well Plugging

Dear Al:

On May 7, 1963, Mr. Dan Garner, USF & G, Farmington, New Mexico, called me and stated that he would take hids and let plugging contracts immediately on these wells.

Please advise me as to whether or not he has contacted you.

If the wells have been plugged, we need C-103 forms to close our files.

Very truly yours,

J. M. DURRETT, Jr., Attorney

JMD/esz

2

# DEARNLEY-MEIER REPORTING SERVICE, Inc.

BEFORE THE OIL CONSERVATION COMMISSION Farmington, New Mexico October 18, 1962

IN THE MATTER OF:

CASE 2665: the hearing called by the Oil Conservation Commission, on its own motion, to permit Great American Oil Company and all interested parties to appear and show cause why the following wells should not be plugged in accordance with a ? Commission-approved plugging program:

- John Sargent Estate Well No. 5, located 380 feet from the East line and 880 feet from the South line of Section 4, Township 1 South, Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico
- (2) John Sargent Estate Well No. 1, located 940 feet from the South line and 1620 feet from the West line of Section 4, Township 1 South, Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico.
- (3) John Sargent Estate Well No. 3, located 2380 feet from the South line and 1980 feet from the West line of Section 32, Township 1 North Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico.

BEFORE: Honorable Edwin L. Mechem, Governor Mr. A. L. "Pete" Porter, Land Commissioner Mr. E. G. "Johnny" Walker, Secretary-Director

### TRANSCRIPT OF HEARING

MR. PORTER: The Hearing will come to order, please.

The Commission will take up next Case 2665.

MR. DURRETT: In the matter of the Hearing called by the Oil Conservation Commission, on its own motion, to permit Great



# DEARNLEY-MEIER REPORTING SERVICE, Inc.

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American Oil Company and all interested parties to appear and show cause why the three wells in Rio Arriba County should not be plugged in accordance with a Commission approved plugging program.

If the Commission please, my name is James Durrett, and I am representing the Commission and its staff and I have read that the Commission has asked Great American Oil Company to appear and show cause why the three wells, as shown on the docket, should not be plugged in accordance with the Commission-approved plugging program. It is my belief that the attorney is here for the Great American Cil-Company; and that he desires to enter a stipulation. If the Commission please, I would like to hear the stipulation.

MR. WHITE: I am Fred White, attorney-at-law, Farmington, New Mexico, representing Great American Oil Company. The stipulation that we are willing to enter would read as follows: "That the John Sargent Estate Well #5, located 380 feet from the east line and 880 feet from the south line of Section 4, T-1-S, R-2-E, Martin & Borders Survey, Rio Arriba County, New Mexico; and John Sargent Estate Well #1 located 940 feet from the south line and 1,620 feet from the west line of Section 4, T-1-S, R-2-E, Martin and Borders Survey, Rio Arriba County, New Mexico; and John Sargent Estate Well #3, located 2,380 feet from the south line and 1,980 feet from the west line of Section 32, T-1-N, R-2-E, Martin and Borders Survey, Rio Arriba County, New Mexico, shall be properly reworked by February 15, 1962 or plugged and abandoned by that date; provided, however, that in the event the well is to be plugged and abandoned it shall



PHONE SES 3971

BUGUEROUE, N. M. HONE 243.6691 14

DEARNLEY-MEIER REPORTING SERVICE,

be done in accordance with the Commission-approved plugging program; that jurisdiction of this cause is retained by the Commission for the entry of such further orders as the Commission may deem necessary"; and that would be the end of the stipulation. I would like to show the Commission that the President, Billy Jo Stafford, was in California at the time he received notice of the hearing. He is out there on the business of trying to sell these very three wells. It looks like the deal will go through and it will be about 30 days until we can start to work then; and that is the reason we would like the extension to February 15, at which time they either have to be plugged and abandoned or reworked at that date; and if the Commission could see fit to issue this order, then we could have it plugged or in a reworkable condition.

MR. DURRETT: For the purpose of clarification, what is the first date?

MR. WHITE: The first date is that if the operation can be completed, the operation concerning the sale will -- will take place about the 10th or the middle of November and this will allow 30 days to recomplete the well.

MR. DURRETT: And the second date?

MR. WHITE: And the cutoff date in any event is February 16, 1962. At that time they will either be producing or plugged and abandoned.

MR. DURRETT: Would you also be willing to stipulate that if they are not producing by February 15, an order could automat-



BAINTA FE. N. M. PHONE 983-3971

ically be issued from the Commission to plug it without a hearing?

MR. WHITE: I think, if the Commission would enter this order with that provision, it would be satisfactory, because this is certainly as long as they expect to take; and I advised my client that if they couldn't get it working, they would have it plugged and abandoned or they would know exactly what they would be doing by the February 15th date.

MR. DURRETT: You would be stipulating that?

MR. WHITE: Yes.

MR. DURRETT: I would like to recommend to the Commission that this stipulation be accepted.

MR. PORTER: Does anyone else have anything to say in this case, any comments on the stipulation or Commission Counsel's motion?

The Commission will accept the stipulations.

MR. WHITE: Now, would you mail me a copy of the order as soon as you have it prepared?

MR. PORTER: You mean the one accepting, the issue of an order accepting the stipulation?

MR. WHITE: Yes.

MR. PORTER: Yes.

DEARNLEY-MEIER REPORTING SERVICE, Inc.

CERTIFICATE

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STATE OF NEW MEXICO

COUNTY OF BERNALILLO

I, STEPHEN McCRYTAL, do hereby certify that the foregoing and attached Transcript of Proceedings before the New Mexico Oil Conservation Commission was reported by me in stenotype and reduced to typewritten transcript under my personal supervision, and that the same is a true and correct record to the best of my knowledge, skill and ability.

Stephen M. Orystal



### BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION, ON ITS OWN MOTION, TO PERMIT GREAT AMERICAN OIL COMPANY AND ALL INTERESTED PARTIES TO APPEAR AND SHOW CAUSE NEW THE FOLLOWING WELLS SHOULD NOT BE PLUGGED IN ACCORDANCE WITH A COMMISSION-APPROVED PLUGGING PROGRAM:

- (1) JOHN SARGENT ESTATE WELL NO. 5, LOCATED 380 FEET FROM THE RAST LINE AND 880 FEET FROM THE SOUTH LINE OF SECTION 4, TOWNSHIP 1 SOUTH, RANGE 2 BAST, MARTIN & BORDERS SURVEY, RIO ARRIBA COUNTY, NEW MEXICO.
- (2) JOHN SARGENT ESTATE WELL, NO. 1, LOCATED 940 FEET FROM THE SOUTH LINE AND 1620 FEET FROM THE WEST LINE OF SECTION 4, TOWNSRIP 1 SOUTH, RANGE 2 RAST, MARTIN & BONDERS SURVEY, RIO ARRIBA COUNTY, NEW MEXICO.
- (3) JOHN SANGENT ESTATE WELL NO. 3, LOCATED 2380 FEET FROM THE SOUTH LINE AND 1980 FEET FROM THE WEST LINE OF SECTION 32, TOWNSHIP 1 MORTH, RANGE 2 BAST, MARTIN & BORDERS SURVEY, RIO ARRIBA COUNTY, NEW MEXICO.

CASE No. 2665 Order No. R-2453

#### ORDER OF THE COMMISSION

### BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on October 18, 1962, at Farmington, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

MOW, on this 20th day of March, 1963, the Commission, a quorum being present, having considered the evidence and being otherwise fully advised in the premises,

#### PINDS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That Great American Oil Company is the owner and operator of the following wells:

John Sargent Estate Well No. 5, located 380 feet from the East line and 880 feet from the South line of Section 4, Township 1 South, Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico. -2-CASE No. 2665 Order No. R-2453

> John Sargent Estate Well No. 1, located 940 feet from the South line and 1620 feet from the West line of Section 4, Township 1 South, Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico.

> John Sargent Estate Well No. 3, located 2380 feet from the South line and 1980 feet from the West line of Section 32, Township 1 North, Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico.

- (3) That the attorney for Great American Oil Company stipulated at the hearing that the Commission should enter an order requiring the wells to be plugged in accordance with a Commission-approved plugging program if the three subject wells were not producing or plugged in accordance with a Commission-approved plugging program on or before February 15, 1963.
- (4) That the three subject wells were not producing or plugged in accordance with a Commission-approved plugging program on February 15, 1963.
- (5) That the subject wells are causing or will cause waste and should be plugged in a manner which will confine permanently all oil, gas, and water in the separate strata originally containing them.

#### IT IS THEREFORE ORDERED:

- (1) That Great American Oil Company is hereby ordered to plug the John Sargent Estate Well No. 5, located 380 feet from the East line and 880 feet from the South line of Section 4, Township 1 South, Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico, in accordance with the following minimum plugging requirements:
  - (1) Set a 16-sack cement plug from approximately 1150 feet to 1213 feet.
  - (2) Set a 120-sack cement plug from approximately 550 feet to 1000 feet.
  - (3) Set a 70-sack cement plug from approximately 70 feet to 320 feet.
  - (4) Set a 5-sack cement surface plug.
  - (5) Fill all intervals between cement plugs with mud weighing not less than ten pounds per gallon.

-3-CASE No. 2665 Order No. R-2453

- (6) Set in the surface plug a regulation steel marker not less than four inches in diameter and extending at least four feet above mean ground level.
- (2) That Great American Oil Company is hereby ordered to plug the John Sargent Estate Well No. 1, located 940 feet from the South line and 1620 feet from the West line of Section 4, Township 1 South, Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico, in accordance with the following minimum plugging requirements:
  - (1) Set a 60-sack cement plug from approximately 800 feet to 1022 feet.
  - (2) Set a 70-suck cement plug from approximately 400 feet to 650 feet.
  - (3) Set a 20-sack cement plug from approximately 70 feet to 120 feet.
  - (4) Set a 5-sack cement surface plug.
  - (5) Fill all intervals between coment plugs with mud weighing not less than ten pounds per gallon.
  - (6) Set in the surface plug a regulation steel marker not less than four inches in diameter and extending it least four feet above mean ground level.
- (3) That Great American Oil Company is hereby ordered to plug the John Sargent Estate Well Mo. 3, located 2380 fest from the South line and 1980 feet from the West line of Section 32, Township 1 North, Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico, in accordance with the following minimum plugging requirements:
  - (1) Set a 60-sack cement plug from approximately 1000 feet to 1215 feet.
  - (2) Set a 100-sack coment plug from approximately 500 feet to 900 feet.
  - (3) Set an 80-sack cement plug from approximately 100 feet to 400 feet.
  - (4) Set a 5-sack cement surface plug.

-4-CASE No. 2665 Order No. R-2453

- (5) Fill all intervals between cement plugs with mud weighing not less than ten pounds per gallon.
- (6) Set in the surface plug a regulation steel marker not less than four inches in diameter and extending at least four feet above mean ground level.
- (4) That, as an alternative, Great American Oil Company is hereby authorized to plug all three of the subject wells in accordance with the following plugging requirements:
  - (1) Fill the hole with cement from total depth to the surface.
  - (2) Set at the surface a regulation steel marker not less than four inches in diameter and extending at least four feet above mean ground level.
- (5) That the plugging of all of the subject wells shall be completed on or before May 1, 1963, and that Great American Oil Company shall notify the District Supervisor, District III, Oil Conservation Commission, Axtec, New Mexico, of the exact time and date plugging operations on each well are to commence.
- (6) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DOME at Santa Pe, New Mexico, on the day and year hereinabove designated.

> STATE OF NEW MEXICO OIL COMSERVATION COMMISSION

JACK M. CAMPBELL. Chairman

E. S. WALKER, Number

A. L. PORTER, Jr., Member & Secretary

esr/

DRAFT

JMD/esr <del>2~20</del>-63 Joseph Jorg 2 to to Joseph John John John John John John John Care John John John John Mexico

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION, ON ITS OWN MOTION, TO PERMIT GREAT AMERICAN OIL COMPANY AND ALL INTERESTED PARTIES TO ATTUR AND SHOW CAUSE WHY THE FOLLOWING WELLS SHOULD NOT BE PLUGGED IN ACCORDANCE WITH A COMMISSION-APPROVED PLUGGING PROGRAM:

- JOHN SARGENT ESTATE WELL NO. 5, LOCATED 380 FEET FROM THE EAST LINE AND 880 FEET FROM THE SOUTH LINE OF SECTION 4, TOWNSHIP 1 SOUTH, RANGE 2 EAST, MARTIN & BORDERS SURVEY, RIO ARRIBA COUNTY, NEW MEXICO.
- JOHN SARGENT ESTATE WELL NO. 1, LOCATED 940 FEET FROM THE SOUTH LINE AND 1620 FEET FROM THE WEST LINE OF (2) SECTION 4, TOWNSHIP 1 SOUTH, RANGE 2 EAST, MARTIN & BORDERS SURVEY, RIO ARRIBA COUNTY, NEW MEXICO.
- JOHN SARGENT ESTATE WELL NO. 3, LOCATED 2380 FEET FROM THE SOUTH LINE AND 1980 FEET FROM THE WEST LINE OF SECTION 32, TOWNSHIP 1 NORTH, RANGE 2 EAST, MARTIN & BORDERS SURVEY, RIO ARRIBA COUNTY, NEW MEXICO.

CASE No. 2665

Order No. R-2453

#### ORDER OF THE COMMISSION

#### BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on October 18, 1962, at Farmington, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this \_\_\_\_\_day of February, 1963, the Commission, a quorum being present, having considered the evidence and being otherwise fully advised in the premises,

### FINDS:

- That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- That Great American Oil Company is the owner and operator of the following wells:

John Sargent Estate Well No. 5, located 380 feet from the East line and 880 feet from the South line of Section 4, Township 1 South, Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico.

John Sargent Estate Well No. 1 located 940 feet from the South line and 1620 feet from the West line of

Section 4, Township 1 South, Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico.

John Sargent Estate Well No. 3, located 2380 feet from the South line and 1980 feet from the West line of Section 32, Township 1 North, Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico.

- (3) That the attorney for Great American Oil Company stipulated at the hearing of this case that the Commission should enter an order requiring the wells to be plugged in accordance with a Commission-approved plugging program if the three subject wells were not producing or plugged in accordance with a Commission-approved plugging program on or before February 15, 1963.
- (4) That the three subject wells were not producing or properly plugged in accordance with a Commission-approved plugging program on February 15, 1963.
- (5) That the subject wells are causing or will cause waste and should be plugged in a manner which will confine permanently all oil, gas, and water in the separate strata originally containing them.

plugged it accordance with the following minimum plugging requirements

- (1) Set a 60-sack cement plug between the interval from approximately 800 feet to 1022 feet.
- (2) Set a 10-sack cement plug between the interval from approximately 400 feet to 650 feet.
- (3) Set a 20-sack dement plug between the interval from approximately 70 feet to 120 feet.
- (4) Set a sack cement surface plug.
- (5) Fill all intervals between cement plug with mud weighing not less than ten pounds per gallon.
  - 6) Set in the surface plug a regulation steel marker not less than four inches

Set a mag-sack cement surface prug.

- (5) Fill all intervals between cement plugs with and weighing not less than ten pounds per gallon.
- (6) Set in the saxface plug a regulation steel marker not less than four inches in diameter and extending at least four feet above mean ground level.

#### IT IS THEREFORE ORDERED:

- That Great American Oil Company is hereby ordered to plug the John Sargent Estate Well No. 1, located 940 feet from the South line and 1620 feet from the West line of Section 4, Township 1 South, Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico, in accordance with the following minimum plugging requirements:
  - (1) Set a 60-sack cement plug between the interval from approximately 800 feet to 1022 feet.
  - (2) Set a 70-sack cement plug between the interval from approximately 400 feet to 650 feet.
  - (3) Set a 20-sack cement plug between the interval from approximately 70 feet to 120 feet.
  - (4) Set a **m**-sack cement surface plug.
  - (5) Fill all intervals between cement plugs with mud weighing not less than ten pounds per gallon.
  - (6) Set in the surface plug a regulation steel marker not less than four inches in diameter and extending at least four feet above mean ground level.
- (2) That Great American Oil Company is hereby ordered to plug the John Sargent Estate Well No. 3, located 2380 feet from

the South line and 1980 feet from the West line of Section 32,
Township 1 North, Range 2 East, Martin & Borders Survey, Rio
Arriba County, New Mexico, in accordance with the following
minimum plugging requirements:

- (1) Set a 60-sack cement plug between the interval from approximately 1000 feet to 1215 feet.
- (2) Set a 100-sack cement plug between the interval from approximately 500 feet to 900 feet.
- (3) Set an 80-sack cement plug between the interval from approximately 100 feet to 400 feet.
- (4) Set a \*\*-sack cement surface plug.
- (5) Fill all intervals between cement plugs with mud weighing not less than ten pounds per gallon.
- (6) Set in the surface plug a regulation steel marker not less than four inches in diameter and extending at least four feet above mean ground level.
- (1) That Great American Oil Company is hereby ordered to plug the John Sargent Estate Well No. 5, located 380 feet from the East line and 880 feet from the South line of Section 4, Township 1 South, Range 2 East, Martin & Borders Survey, Rio Arriba County, New Mexico, in accordance with the following minimum plugging requirements:
  - (1) Set a 16-sack cement plug between the interval from approximately 1150 feet to 1213 feet.
  - (2) Set a 120-sack cement plug between the interval from approximately 550 feet to 1000 feet.
  - (3) Set a 70-sack cement plug between the

(4)

interval from approximately 70 feet
to 320 feet.

- (4) Set a sack cement surface plug.
- (5) Fill all intervals between cement plugs with mud weighing not less than ten pounds per gallon.
- (6) Set in the surface plug a regulation steel marker not less than four inches in diameter and extending at least four feet above mean ground level.
- (5) That the plugging of all of the subject wells shall be completed on or before May 1, 1963, and that Great American Oil Company shall notify the District Supervisor, District III, Oil Conservation Commission, Aztec, New Mexico, of the exact time and date plugging operations on each well are to commence.
- (6) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year herein-above designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

JACK M. CAMPBELL, Chairman

E. S. WALKER, Member

A. L. PORTER, Jr., Member & Secretary

That, as an alternative, breat american

Oil Company is hereby anthorized to plug

Mr. Whree of the subject wells in accordance

with the following minimum plugging requirements:

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# Memo

**Drom**D. S. NUTTER

To Emery & all

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to enter the order reguiring the 3 great American

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of weather conditions, we

## Memo

D. S. NUTTER

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