

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

Case # 705

April 3, 1957

Kewanee Oil Company
Maljamar, New Mexico

ATTENTION: Mr. R. A. McGill

Gentlemen:

I regret very much that it was necessary for you to call to my attention your letter of March 19th by telephone today.

In the matter of your request for permission to recomplete your Baish Well No. 37-B and your Pearsall Well No. 14-A in the Maljamar pay zone, we have reviewed the case file and it is our impression from the record that was made that Commission Order R-424 contemplated this possibility at the time it was entered. We, therefore, feel that it will be in order for you to proceed with your recompletion operations with the understanding, of course, that these wells must share in the allowable that is assigned to the 40 acres in which they are located with other wells on these units.

Yours very truly,

A. L. Porter, Jr.
Secretary - Director

ALP:bp

CC-Mr. John A. Frost
Maljamar Repressuring Agreement
Mr. Randall Montgomery

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KEWANEE OIL COMPANY

Maljamar, New Mexico

March 19, 1957

Re: Request for Exception to
Paragraph (c), Rule No. 104

Mr. A. L. Porter Jr.,
Secretary,
Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Dear Sir:

Under the provisions of Paragraph (f), Order No. R-855, and exception to Paragraph (c), Rule No. 104 of the Statewide Rules and Regulations, is requested pertaining to the following wells in order that they can be recompleted in the Maljamar Pay:

- (1) Baish Well No. 37-B in NW/4 SE/4 of Section 27, Township 17 South, Range 32 East, NMPM, located 1345 feet north of south line and 1345 feet west of east line of said Section 27;
- (2) Pearsall No. 14-A in SW/4 NE/4 of Section 33, Township 17 South, Range 32 East, NMPM, located 1345 feet south of north line and 2615 feet west of east line of said Section 33.

These wells came before the Commission in a hearing and were approved by Order No. R-434 on June 17, 1954, and were drilled through the Maljamar Pay with casing set at total depth and cement circulated to surface behind casing. Cement inside the casing is below the Maljamar Pay at approximately 4236' in Baish B No. 37 and 4239' in Pearsall "A" No. 14. Both wells were perforated into the Red Sand Zone and Sand-Oil treated. After treatment put wells to producing from the Red Sand Zone and Baish No. 37-B never recovered all the load oil and has been carried as temporarily abandoned since December, 1954, and Pearsall No. 14-A has been producing but production has now declined to the point where it is not economically practicable to continue producing from the Red Sand Zone.

We now propose to recomplete both of these wells in the Maljamar Pay by squeezing off the Red Sand Zone perforations, clean out wells to top of cement plug, and perforate casing into the Maljamar Pay and Sand-Oil treat.

Both wells are located in the same 40 acre tract with another well producing from the same pay zone and it is realized that the allowable for both wells cannot exceed the top unit allowable assigned by the State for a 40 acre tract.

Mr. A. L. Porter Jr - Request for Exception to Rule No. 104 - March 19, 1957

The Kewanee Oil Company is the sole holder of oil and gas leases within 660' of both wells and therefore, there are no offset operators to be notified.

Mr. John A. Frost, District Engineer for the U. S. Geological Survey, has been advised of our intentions and he has stated that the Survey offers no objections providing the State of New Mexico has none.

So, for the above reasons, we are requesting an exception as stated in the first paragraph. Should you need any additional information, please advise.

Yours very truly,

R. A. McGill

RAMc:jjl

cc - Mr. R. F. Montgomery
Mr. John A. Frost
KOC, Tulsa
KOC, Odessa

MAIN OFFICE OCC

LAW OFFICES
JOHN E. COCHRAN, JR.
CARPER BUILDING
ARTESIA, NEW MEXICO

1954 APR 28 AM 8:50 April 28, 1954

Oil Conservation Commission
State of New Mexico
Mabry Hall
Santa Fe, New Mexico

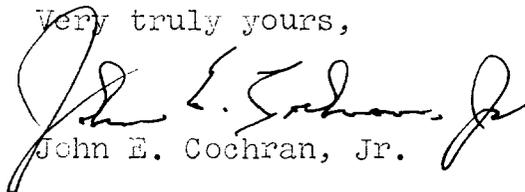
Attention: Mr. W. B. Macey

Gentlemen:

Enclosed herewith is Application in triplicate of Kewanee Oil Company for an Order granting permission to drill three (3) unorthodox Red Sand locations on its Baish "B" Lease in the SE/4 of Section 27, its Pearsall "A" Lease in the NE/4 of Section 33 and its Pearsall "BX" Lease in the NE/4 of Section 34, all in Township 17 South, Range 32 East, N.M.P.M. in the Pearsall Pool of Lea County, New Mexico.

The land upon which these locations are desired are embraced in Federal Oil and Gas Lease and, therefore, a copy of this Application is being furnished Mr. John A. Anderson, Supervisor of the United States Geological Survey at Roswell, New Mexico.

Very truly yours,



John E. Cochran, Jr.

Encls.

cc: Mr. John A. Anderson, Supervisor
United States Geological Survey
Roswell, New Mexico