



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

GARREY CARRUTHERS
GOVERNOR

December 29, 1987

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 89241-1980
(505) 393-6161

OIL CONSERVATION DIVISION
P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

RE: Proposed:

MC _____
DHC _____
NSL _____
NSP _____
SWD ☒ _____
WFX _____
PMX _____

Gentlemen:

I have examined the application for the:

Pennco Oil Corp *State AF #3* *L* *8-18-35*
Operator Lease & Well No. Unit S-T-R

and my recommendations are as follows:

OK JS

Yours very truly,

Jerry Sexton
Jerry Sexton
Supervisor, District 1

/ed

KELLAHIN, KELLAHIN AND AUBREY

Attorneys at Law

El Patio - 117 North Guadalupe

Post Office Box 2265

Santa Fe, New Mexico 87504-2265

January 27, 1988

W. Thomas Kellahin
Karen Aubrey

Jason Kellahin
Of Counsel

Telephone 982-4285
Area Code 505

Mr. David R. Catanach
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87504

"Hand Delivered"

Re: Application of Penroc Oil Corporation
for approval of the State "AF" Well No. 3
NMOCD Case 9297

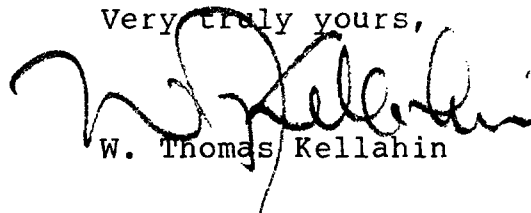
Dear Mr. Catanach:

The referenced case was heard on January 20, 1988.
I wish to supplement our presentation of the case on
behalf of Penroc Oil Corporation with the following
additional information:

1. Wellbore sketch for two plugged wells within
the 1/2 mile radius of the SWD well;
 - (a) Getty's State AN No. 10 Well in Section 7;
and
 - (b) Bishop Canyon's Hookin Bull No. 1 in
Section 17.
2. A copy of a typical water analysis for the
Vacuum San Andres Field; and
3. Copy of a waiver of objection letter from Mr.
Bill Lee, as owner of the surface at the SWD
location.

This should complete this presentation. We would
appreciate your assistance in providing us with an order
as soon as possible.

Very truly yours,



W. Thomas Kellahin

WTK:ca
Enc.

cc: M. Y. Merchant

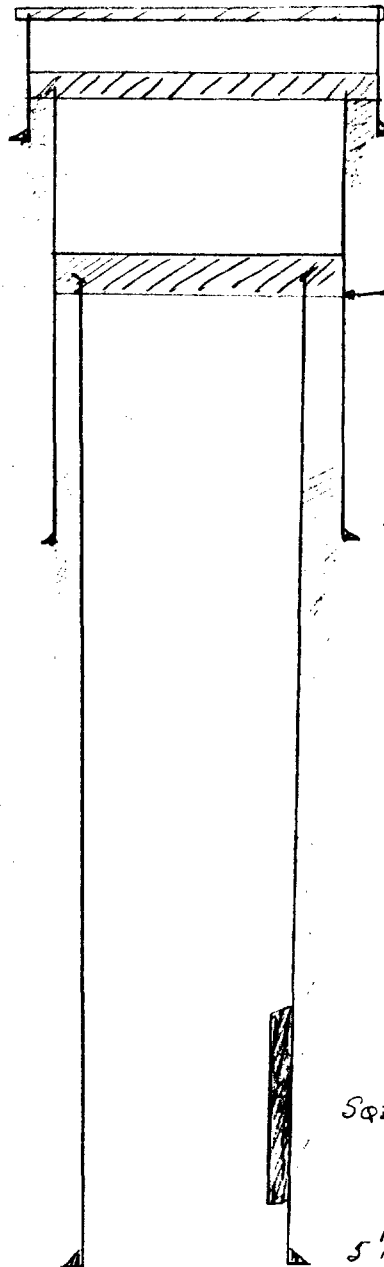
GETTY OIL COMPANY

STATE AN NO 10

SEC. 7, T18S, R35E

LEA COUNTY, NEW MEXICO

35 SXS plug



10 SXS cnt. plug to surface

8 5/8" cut & pulled @ 250'

13 3/8" @ 344' w/ 350 SXS.

5 1/2" cut & pulled @ 2110'

25 SXS plug

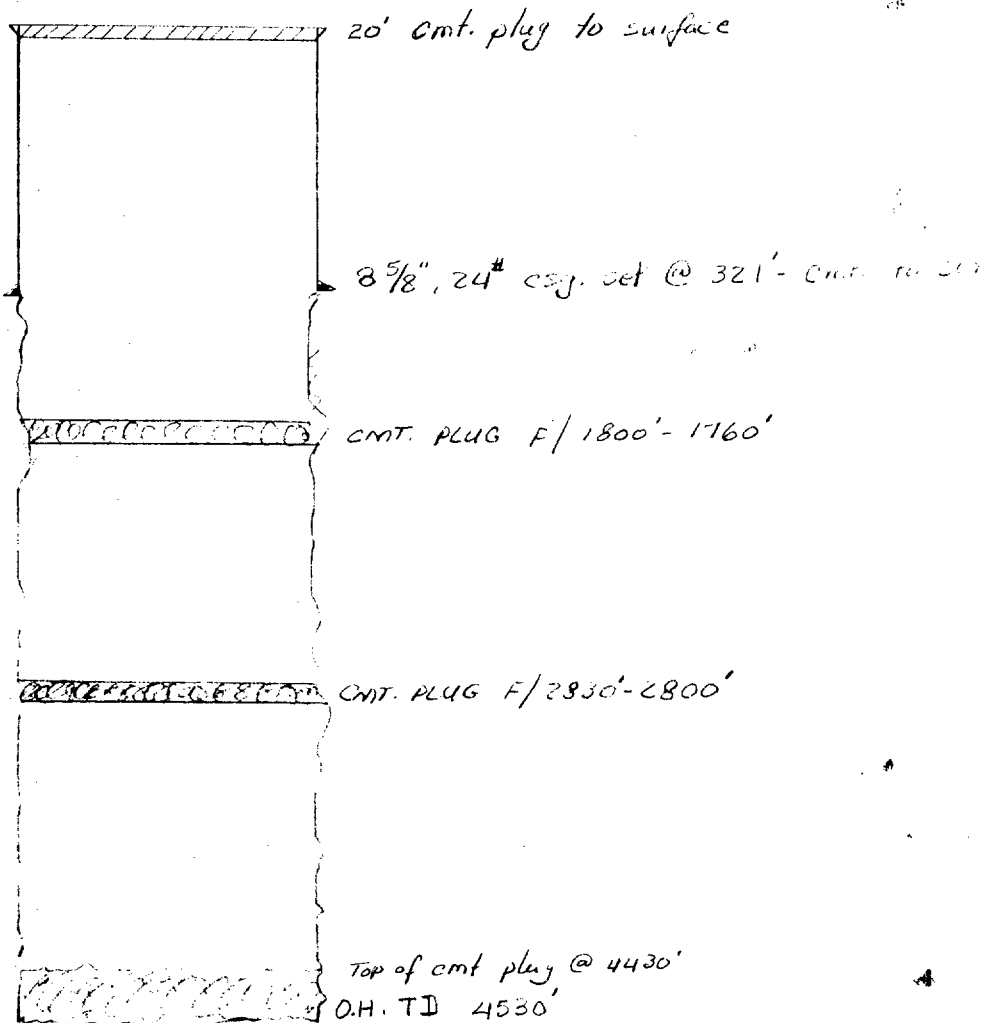
CNT BETWEEN 5 1/2" & 8 5/8" @ 4110'

8 5/8" @ 4850' w/ 1471 SXS

SQZD. ABO PERFS. 8433'-8991'

5 1/2" @ 9012' w/ 575 SXS

BISHOP CANYON URANIUM CORP
HOOKIN BULL NO. 1
SEC. 17, T18S, R35E UNIT II



HALLIBURTON DIVISION LABORATORY

HALLIBURTON COMPANY

MIDLAND DIVISION

LOVINGTON, NEW MEXICO 88260

LABORATORY WATER ANALYSIS

No. _____

To _____

Date 3-14-57

This report is the property of Halliburton Company and neither it nor any part thereof nor a copy thereof is to be published or disclosed without first securing the express written approval of laboratory management; it may however, be used in the course of regular business operations by any person or concern and employees thereof receiving such report from Halliburton Company.

Submitted by _____ Date Rec. _____

Well No. _____ Depth 4,700' Formation San AndresCounty 2 Field Buckeye (Vacuum) Source _____Resistivity _____ 0.050 @ 74° F. _____Specific Gravity _____ 1.139 _____pH _____ 6.8 _____Calcium (Ca) _____ 2,120 _____ *MPLMagnesium (Mg) _____ 898 _____Chlorides (Cl) _____ 123,000 ✓ _____Sulfates (SO₄) _____ 3,400 _____Bicarbonates (HCO₃) _____ 165 _____Soluble Iron (Fe) _____ Nil _____Sodium, Na _____ 77,400 _____

Remarks: _____ *Milligrams per liter

Respectfully submitted,

Analyst: _____
cc: _____

HALLIBURTON COMPANY

By _____
DIVISION CHEMIST

NOTICE

This report is limited to the described sample tested. Any user of this report agrees that Halliburton shall not be liable for any loss or damage, whether it be to act or omission, resulting from such report or its use.

— BILL L LEE —

WEST STAR ROUTE, BOX 465
LOVINGTON, NEW MEXICO 88260

January 21, 1988

Penroc Oil Corporation
P. O. Box 5970
Hobbs, New Mexico 88241

Attn: M. Y. (Merch) Merchant

Re: Statement of No Objection

Dear Mr. Merchant:

This letter is to advise you that Lee Cattle Company has no objection for Penroc Oil Corporation to install salt water disposal facilities at George McGonagill Well No. 1 and the State AF Well No. 3.

Please note that George McGonagill is located on patented surface and the State AF No. 3 is located on State Land under lease to R. D. Lee and Bill Lee aka Lee Cattle Company.

Sincerely,

LEE CATTLE COMPANY

A handwritten signature in cursive script, appearing to read "Bill Lee".

Bill Lee
Partner

