

REPLY MESSAGE

FORM AVAILABLE FROM GRAYARC CO., INC., 882 THIRD AVE., BROOKLYN 32, N. Y.

*Sub issue*  
*3-29-67*  
*NW 1/4*  
*Statement*

FROM

**BASIN BUSINESS SERVICE**

Bookkeeping - Tax Service - Insurance

219 N. AUBURN, FARMINGTON, N. M.

TO  
Mr. George M. Hatch  
N. M. Oil Conservation Commission  
Box 2088, Santa Fe, N. M. 87501

SUBJECT: Clarence W. Adair, Pearson Well #1, NW<sup>1</sup>/<sub>4</sub>, Sec. 29-29N-10W  
San Juan County, N.M.

DATE: 2/25/67

FOLD ↑

In line with your Letter of Feb. 7th, to Mr. Lee Pearson regarding his request for a Non-Standard proration unit on the above, we have written registered letters to all interested parties. Copy of the letter, to whom written, and signed receipt of said letters are attached herewith.

We trust this will fulfill your requirements in this matter so no further delay will incur.

As of this date, we have received no replay form any of the letters sent out.

PLEASE REPLY TO → SIGNED

*Carl E. Roach*

MAIN OFFICE 000

67 FEB 27 AM 8 52

DATE

SIGNED

GRAYARC CO., INC., BROOKLYN 32, N. Y.

THIS COPY FOR PERSON ADDRESSED

**INSTRUCTIONS TO DELIVERING EMPLOYEE**

Show to whom and date delivered  Show to whom, date, and address where delivered  Deliver ONLY to addressee  
(Additional charges required for these services)

**RECEIPT**

Received the numbered article described below.

REGISTERED NO. <b>2293</b>	SIGNATURE OR NAME OF ADDRESSEE (Must always be filled in) <b>D. E. Chapman</b>
CERTIFIED NO.	
INSURED NO.	SIGNATURE OF ADDRESSEE'S AGENT, IF ANY <b>D. E. Chapman</b>
DATE DELIVERED <b>2/12/67</b>	SHOW WHERE DELIVERED (only if requested)

65-10-7145-0 GPO

**INSTRUCTIONS TO DELIVERING EMPLOYEE**

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CERTIFIED NO.	
INSURED NO.	SIGNATURE OF ADDRESSEE'S AGENT, IF ANY
DATE DELIVERED <b>2/13/67</b>	SHOW WHERE DELIVERED (only if requested)

65-10-7145-0 GPO

**INSTRUCTIONS TO DELIVERING EMPLOYEE**

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(Additional charges required for these services)

**RECEIPT**

Received the numbered article described below.

REGISTERED NO. <b>2310</b>	SIGNATURE OR NAME OF ADDRESSEE (Must always be filled in) <b>Ernest N. Davis, M.D.</b>
CERTIFIED NO.	
INSURED NO.	SIGNATURE OF ADDRESSEE'S AGENT, IF ANY <b>Margaret L. Donna</b>
DATE DELIVERED	SHOW WHERE DELIVERED (only if requested)

65-10-7145-0 GPO

**FEB 13 1967**

REGISTERED NO. <b>2294PA</b>	SIGNATURE OR NAME OF ADDRESSEE (Must always be filled in) <b>AMERICAN PETROLEUM CORP.</b>
CERTIFIED NO.	
INSURED NO.	SIGNATURE OF ADDRESSEE'S AGENT, IF ANY <b>D. E. Chapman</b>
DATE DELIVERED <b>FEB 13 1967</b>	SHOW WHERE DELIVERED (only if requested)

Received the numbered article described below.

**RECEIPT**

**INSTRUCTIONS TO DELIVERING EMPLOYEE**

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(Additional charges required for these services)



65-10-7145-0

Mr. Lee Pearson  
5500 Fairway Drive  
Farmington, New Mexico

February 10, 1967.

Mr. Donald E. Chapson ✓  
301 Watertrough Road  
Sebastopol, California 95472

Re: Pearson Well No. 1, NW/4, Section 29,  
Township 29 North, Range 10 West, San  
Juan County, New Mexico, Non-Standard  
Proration Unit

Dear Mr. Chapson:

In connection with the above caption gas well, we have requested from the New Mexico Oil and Gas Conservation Commission a Non-Standard Proration Unit.

Since you are the owner of off-set acreage it is necessary for us to secure a waiver from you.

We would appreciate it very much if you would sign the enclosed and return to us at an early date.

Yours truly,

Lee Pearson

LP/js  
Enclosure

Letters to Above and Following.  
Pan American ✓ S. B. Richard  
Eugene M. Davie ✓  
Mayme E. Morgan ✓

41-111-111  
'67 FEB 27 AM 8 52

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO

LEGAL DIVISION  
PHONE 827-2741

February 7, 1967

C  
O  
P  
Y  
Mr. Lee Pearson  
5500 Fairway Drive  
Farmington, New Mexico 87401

Re: Clarence W. Adair Pearson Well No. 1,  
NW/4 of Section 29, Township 29 North,  
Range 10 West, San Juan County, New  
Mexico, Non-Standard Proration Unit

Dear Mr. Pearson:

The following information is needed before the Commission can approve your application for the above-mentioned non-standard proration unit:

1. Written consent in the form of waivers from Pan American Petroleum Corporation, Mayme E. Morgan, et al, and Eugene M. Davie, et al.
2. In lieu of the above requirement, you may furnish proof of the fact that all of the aforesaid operators were notified by registered or certified mail of your intent to form such non-standard unit.

We regret the long delay and hope that this matter can be completed shortly.

Very truly yours,

GEORGE M. HATCH  
Attorney

GMH/esr

cc: Oil Conservation Commission - Aztec

GOVERNOR  
DAVID F. CARGO  
CHAIRMAN

State of New Mexico  
Oil Conservation Commission



LAND COMMISSIONER  
GUYTON B. HAYS  
MEMBER

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

1000 RIO BRAZOS ROAD  
AZTEC

January 24, 1967

Mr. George Hatch  
N.M.O.C.C.  
P.O. Box 2088  
Santa Fe, New Mexico

Dear George,

Enclosed are copies of plats pertinent to the Clarence W. Adair, Pierson #1 well which you requested.

If you need further information please let me know.

Yours very truly,

  
Emery C. Arnold  
Supervisor Dist #3

ECA/m

Enclosures

County San Juan Pool Undes

TOWNSHIP 29 <sup>North</sup> ~~South~~, RANGE 10 <sup>West</sup> ~~East~~, NEW MEXICO PRINCIPAL MERIDIAN

6	5	4	3	2	1
7	8	9	10	11	12
13	17	16	15	14	13
19	20	21	22	23	24
30	29	28	27	26	25
31	32	33	34	35	36

PAN American Petroleum Corp

CLARENCE W. Adair.

Unleased - Mayme E Morgan et al (E15ac. NW NW)  
Eugene M. Davie et al (W10ac SW NW)

NEW MEXICO OIL CONSERVATION COMMISSION  
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102  
Supersedes C-128  
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

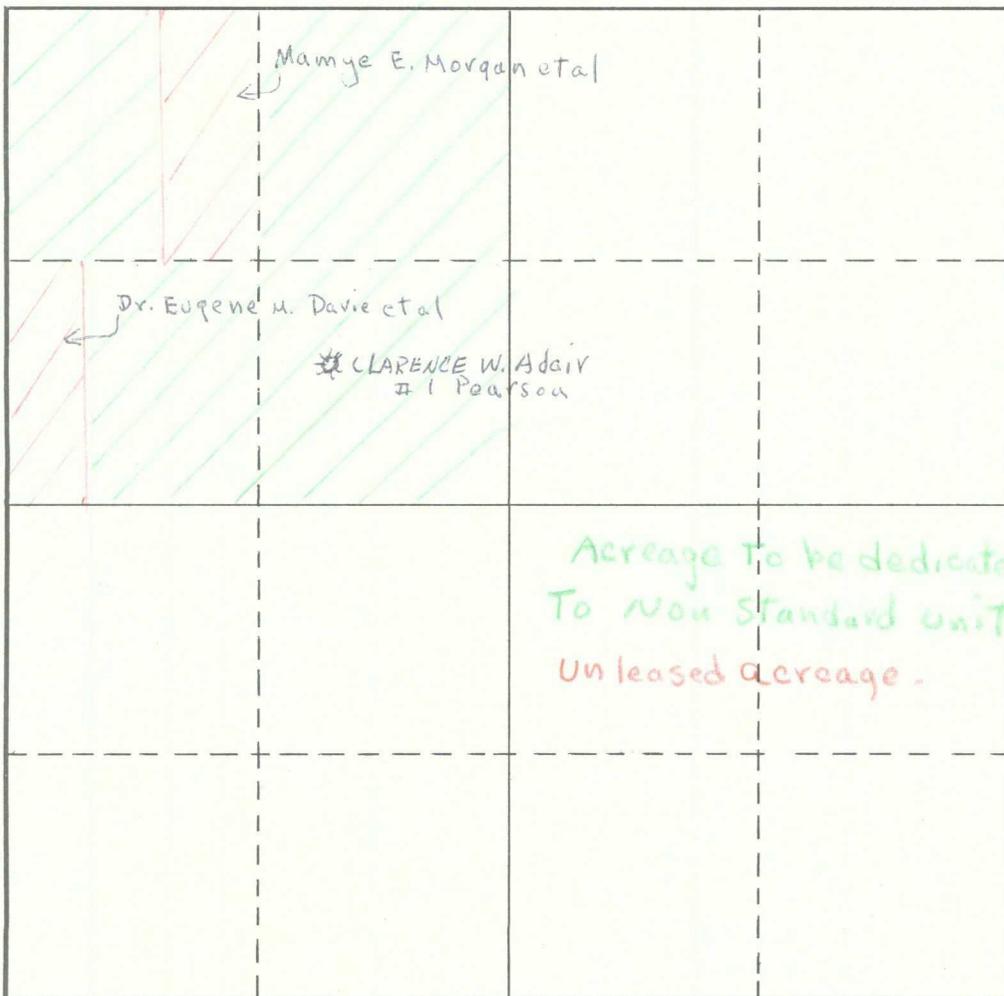
Operator <i>Clarence W. Adair</i>		Lease <i>Pearson</i>			Well No. <i>1</i>
Unit Letter	Section <i>29</i>	Township <i>29N</i>	Range <i>10W</i>	County <i>SAN JUAN</i>	
Actual Footage Location of Well: <i>1850</i> feet from the <i>N</i> line and <i>1530</i> feet from the <i>W</i> line					
Ground Level Elev: <i>5511</i>	Producing Formation <i>FRUITLAND</i>		Pool <i>Undesignated</i>	Dedicated Acreage: <i>135</i> Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

Yes  No If answer is "yes," type of consolidation \_\_\_\_\_

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) \_\_\_\_\_

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

*Lu Pearson*  
Name

*Agent.*  
Position

*CLARENCE W. ADAIR*  
Company

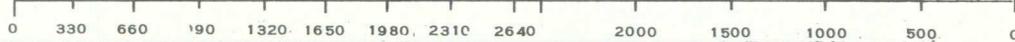
Date  
*1-23-67*

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed

Registered Professional Engineer and/or Land Surveyor

Certificate No.



January 11, 1967

RECEIVED  
267 JAN 16 AM 8 13

Dear Mr. Hatch,

Reference is made to your letter of December 19, 1966 requesting additional information on our request for approval of a non-standard gas unit to be dedicated to the Clarence W. Adair # 1 Pearson well located in the NE/4, Sec 29, T 29N, R 10W.

This well is completed in an undesignated Fruitland Pool.

I am enclosing a plat showing the offset owners to this well and also letters which were mailed to the unleased mineral interests in the NE/4 of Sec 29 which were returned unclaimed.

If further information is needed please advise.

Yours very truly,

  
Lee Pearson

LP/m

County SAN JUAN Pool Undes Fruitland

TOWNSHIP 29 <sup>North</sup> ~~South~~, RANGE 10 <sup>West</sup> ~~East~~, NEW MEXICO PRINCIPAL MERIDIAN

6	5	4	3	2	1
7	8	9	10	11	12
13	17	18	13	14	13
19	20	21	22	23	24
29	28	23	27	26	25
31	32	33	34	35	36

NW<sup>1</sup>/<sub>4</sub> SEC. 28 - ANDERSON & PAN AMERICAN  
SW<sup>1</sup>/<sub>4</sub> - 28 - FRANCIS HARVEY & ✓ ✓  
SE<sup>1</sup>/<sub>4</sub> - 29 - R. A. ABRAMS & ✓ ✓  
SW<sup>1</sup>/<sub>4</sub> - 29 - GOLDIE LAMPTON & ✓ ✓  
NW<sup>1</sup>/<sub>4</sub> - 29 - E. ZELLA TAYLOR & ✓ ✓  
SW<sup>1</sup>/<sub>4</sub> - 20 - PAN AMERICAN  
SE<sup>1</sup>/<sub>4</sub> - 20 - R. A. ABRAMS & PAN AMERICAN  
SW<sup>1</sup>/<sub>4</sub> - 21 - E. GARCIA & S. M. TRIZELLO &  
PAN AMERICAN

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO

*will file under  
name of Clarence W. Adair  
Pearson # 1-F*

LEGAL DIVISION  
PHONE 827-2741

December 19, 1966

Mr. Lee Pearson  
5500 Fairway Drive  
Farmington, New Mexico 87401

Re: Pearson Well No. 1, NE/4, Section 29,  
Township 29 North, Range 10 West, San  
Juan County, New Mexico, Non-Standard  
Proration Unit

Dear Mr. Pearson:

In regards to your letter of December 14, 1966, requesting a non-standard proration unit for the above-described well, I am sending you a copy of Rule 5(B) of Order No. R-1670. This rule allows administrative approval of non-standard proration units in the prorated pools of Northwestern New Mexico. Please notice that provisions 5 and 6 of Rule 5(B) require information that your letter did not contain.

Also, the Commission will need the name of the pool or formation from which the well is producing and a plat showing the offset operators described in provision 5 of Rule 5(B).

Your application will be held in abeyance until the needed information is furnished the Commission.

Very truly yours,

GEORGE M. HATCH  
Attorney

GMH/esr  
Enclosure

cc: Oil Conservation Commission - Aztec

C  
O  
P  
Y

LEE PEARSON  
5500 FAIRWAY DRIVE  
FARMINGTON, N. M. 87401

MAIL OFFICE

DEC 16 PM 21

*after Fruitland*  
*Fruitland*

December 14, 1966

Mr. A. L. Portor  
Box 2088  
Santa Fe, N.M. 87501

Re: Pearson #1  
Ne $\frac{1}{4}$ , Sec.29-29N-10W  
San Juan Co., N. M.

Gentlemen,

Some time ago, I acquired an Oil & Gas Lease on 135 acres in the above described tract of land. According to the records in the abstract, the other 25 acres in this tract is owned by a Matte E. Haney. His address in 1942 was shown as Kevil, Kentucky. I have made every effort to locate this individual and secure a lease on the 25 acres. In addition, to the Kevil, Ky. address, I found two other leads. One was that Mr. (or Mrs.) Haney was in Cottonwood or Clifton, Arizona. The other was %L. M. Willianson, Rt. 2, Kevil, Ky. I have written letters to all these places but still no success as to the location of Haney or any of the heirs.

Since I have now drilled a producing Gas well on this tract, and since I have made every effort to locate the owner or heirs of the remaining 25 acres with no success whatsoever, I hereby request an Administrative Order from you giving me a 'non-standard' unit of 135 acre spacing for this gas well.

If any further information is needed from you on this matter, I would greatly appreciate hearing from you as I am very interested in proceeding with all things necessary to the production of this well.

Thanks very much.

Yours truly,  
*Lee Pearson*

CC: Mr. Arnold, Aztec, N. M.

**BURR & COOLEY**  
ATTORNEYS AND COUNSELORS AT LAW  
SUITE 152 PETROLEUM CENTER BUILDING  
FARMINGTON, NEW MEXICO  
87401

*Cooley*

December 5, 1966

JOEL B. BURR, JR.  
WM. J. COOLEY

TELEPHONE 325-1702  
AREA CODE 505

MAIN OFFICE 0-0

'66 DEC 6 AM 8 10

NEW MEXICO OIL CONSERVATION COMMISSION  
Post Office Box 2088  
Santa Fe, New Mexico

Gentlemen:

Please disregard the Application on behalf of Lee Pearson  
forwarded by us to you under letter of November 23, 1966.

Thank you.

Very truly yours,

BURR & COOLEY

*W. J. Cooley*

By

William J. Cooley

WJC:kp

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

**BURR & COOLEY**  
ATTORNEYS AND COUNSELORS AT LAW  
SUITE 152 PETROLEUM CENTER BUILDING  
FARMINGTON, NEW MEXICO  
87401

JOEL B. BURR, JR.  
WM. J. COOLEY

November 23, 1966

TELEPHONE 325-1702  
AREA CODE 505

NEW MEXICO OIL CONSERVATION COMMISSION  
Post Office Box 2088  
Santa Fe, New Mexico

MAIN OFFICE 000  
'66 Nov 28 AM 8 07

Gentlemen:

Please set the enclosed Application of Lee Pearson down  
for the next examiner's hearing.

Thank you.

Very truly yours,

BURR & COOLEY

By

  
William J. Cooley

WJC:kp  
Encs.

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

BEFORE THE OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO

IN THE MATTER OF: )  
 )  
THE APPLICATION OF LEE PEARSON )  
FOR A NON-STANDARD PRORATION )  
UNIT IN THE FRUITLAND FORMATION, )  
SAN JUAN COUNTY, NEW MEXICO. )

MAIN OFFICE C

'66 Nov 28 AM 8 07

A P P L I C A T I O N

Comes now Lee Pearson, by and through his attorneys, Burr & Cooley, 152 Petroleum Center Building, Farmington, New Mexico, and makes application to the Oil Conservation Commission for an order creating a non-standard spacing unit for Fruitland formation gas production in San Juan County, New Mexico as follows:

Township 29 North, Range 10 West, N.M.P.M.

Section 29: NE $\frac{1}{4}$  NW $\frac{1}{4}$ , SE $\frac{1}{4}$  NW $\frac{1}{4}$ , West 25 acres of the NW $\frac{1}{4}$  NW $\frac{1}{4}$ , and East 30 acres of the SW $\frac{1}{4}$  NW $\frac{1}{4}$

As grounds for the foregoing application, applicant is informed and believes, and on the basis of such information and belief hereby states to the Commission that the East 15 acres of the NW $\frac{1}{4}$  NW $\frac{1}{4}$  of said Section 29 is unleased and owned of record by one Mamie E. Morgan, et al, and that the West 10 acres of the SW $\frac{1}{4}$  NW $\frac{1}{4}$  is unleased and owned of record by one Eugene Davie, et al. Applicant has made diligent effort to locate the said Mamie E. Morgan, et al, and Eugene Davie, et al, but has been unable to do so. This being the case, it is impossible for applicant to obtain a lease from said individuals, enter into a communitization agreement with them, or deal with them in any other way concerning the above described omitted lands.

That gas production from the Fruitland formation in the area of the subject lands is not prorated by the Oil Conservation Commission of New Mexico, and, therefore, the number of acres dedicated to a given well producing from this reservoir is immaterial insofar as correlative rights are concerned.

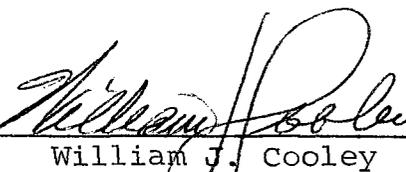
That the granting of the subject application will prevent waste by allowing applicant to produce gas that would not otherwise be produced from the area in question.

That heretofore the Commission, by its Order No. R-413, granted Francis L. Harvey a non-standard proration unit in the Pictured Cliffs formation identical to the one now being requested by applicant for the Fruitland formation. The Harvey application was granted on the same grounds as applicant here asserts in this application.

WHEREFORE, applicant prays that after due notice and hearing, the foregoing application be approved as requested.

BURR & COOLEY  
Attorneys for Applicant

BY



William J. Cooley  
152 Petroleum Center Building  
Farmington, New Mexico