

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

December 13, 1955

**Buffalo Oil Company
1st. National Bank Bldg.
Tulsa, Oklahoma**

Attention: Mr. Jim Kackley, Treasurer

Re: Exception to Rule 309

Gentlemen:

Reference is made to your letter of November 18, 1955, to the New Mexico State Land Office with a copy to the Oil Conservation Commission regarding commingling of oil on your State A and B leases in the Maljamar Pool of Lea County, New Mexico.

Please be advised that the Oil Commission is unable to find a copy of the prior permission to commingle oil production from your State A Well No. 1-P (lease No. B-4062) in Section 16, Township 17 South, Range 32 East, with your State B Well No. 1-0 (lease No. B-2366) in the same section, both leases being in the Maljamar Pool.

Attached are two copies of Order No. R-645 from which it is desired that you apply for exception under Rule 309-b to be granted administratively by this Commission. Your request will be granted after notification of the offset operators and thirty days after receipt in this office.

Under separate cover the New Mexico State Land Office is furnishing to you a letter giving their approval for commingling on these two state leases.

Very truly yours,

Warren W. Mankin
District Engineer

WWM:jh

cc: State Land Office, Santa Fe
Oil Conservation Commission, Hobbs

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OIL CONSERVATION COMMISSION

P.O. BOX 871

SANTA FE, NEW MEXICO

1952

Dear Sirs:

Application for License

Reference is made to your letter of 11/15/51.

Very truly yours,

COPY

The Commission has reviewed your application for a license to sell oil in the State of New Mexico. The Commission has determined that you are qualified to sell oil in the State of New Mexico and has granted you a license to sell oil in the State of New Mexico for a period of one year.

Please note that the license is valid only for the State of New Mexico and is not valid in any other State. The license is valid for a period of one year from the date of issuance. The license is subject to the terms and conditions of the license agreement which is attached to this letter.

A license fee of \$10.00 has been received from you and a receipt for the same is being furnished to you. The license fee is non-refundable. The license is valid for a period of one year from the date of issuance.

Yours truly,
Commissioner of the New Mexico State Land Office

Very truly yours,

Commissioner of the New Mexico State Land Office

Enclosure

BUFFALO OIL COMPANY

A MARYLAND CORPORATION
FIRST NATIONAL BUILDING
TULSA 3, OKLAHOMA

216

November 18, 1955

E. S. Walker, Commissioner of Public Lands
State Land Office
Santa Fe, New Mexico

Attention: Oil & Gas Royalty Division

Gentlemen:

Re: State Leases Nos. B-4062, B-2366

In reply to your inquiry of November 15, 1955, with regard to the commingling of oil produced from the captioned leases, I wish to explain as follows:

The Buffalo Oil Company and J. Feldman acquired all of the capital stock of the Maljamar Oil & Gas Corporation on April 5, 1944, and Buffalo managed the Maljamar Corporation until October 31, 1944, at which time it was dissolved. From that date to the present Buffalo has operated those properties acquired from the Maljamar Corporation.

During the month of April 1944, I made a trip to Santa Fe to apprise the various State Offices of the acquisition of Maljamar Oil & Gas Corporation by Buffalo Oil Company and J. Feldman and that Buffalo intended to manage the Maljamar Corporation until its dissolution and to operate the properties thereafter. During my visit to the various offices, I discussed the matter of commingling the oil from the State leases rather than go to the expense of additional tank batteries, with Mr. John Kelley, State Geologist, and Mr. Livingston, Engineer. Those two gentlemen agreed to the production procedure that I requested. I have a faint recollection of receiving a letter from Mr. Kelley addressed to the Maljamar Oil & Gas Corporation to that effect.

I have made a search of our records for this letter but have been unable to locate it. I fear, if my recollection is correct, that this letter is in the files of the Maljamar Oil & Gas Corporation which have been in storage for the past eleven years.

In view of the fact that the oil from these leases has been commingled for so many years, I sincerely request that you authorize Buffalo Oil Company by letter to continue its producing practice on the captioned leases.

By copy of this letter to the Conservation Commission, I am requesting the same authorization from them.

Yours very truly,

cc: Conservation Commission
State of New Mexico

BUFFALO OIL COMPANY

COPY

Jim Kackley
Jim Kackley
Treasurer