

NEW MEXICO OIL CONSERVATION DIVISION
POST OFFICE BOX 2088
SANTA FE, NEW MEXICO 87501

OFF-LEASE STORAGE ORDER OLS- 125

Company: Martindale Petroleum Corp.
Address: P. O. Box 1955
City, State, Zip: Hobbs, New Mexico 88240

Attention:

As an exception to the requirements of Rule 309-A of the Division Rules and Regulations, and pursuant to the provisions of Rule 309-C, the above-named company is hereby authorized off-lease storage for Drinkard pool production from the following lease:

Lease Name: Peter State (V-3)
Description: NW/4 NE/4, SE/4 NE/4, NW/4 SW/4, and S/2 SE/4
Sec. 32, Township 20 South, Range 38 East

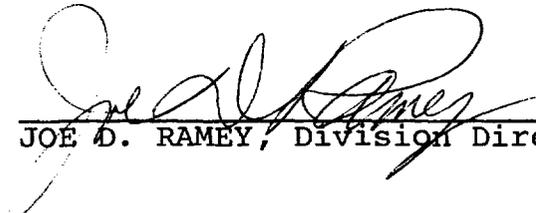
The aforesaid production is to be transported prior to measurement to its own tank battery to be located in

Unit Letter J Section 32 Township 20 South Range 38 East
on the State V-15 Lease.

Note: This installation shall be operated in accordance with the provisions of Rules 309-A and 309-B of the Division Rules and Regulations, and there shall be no intercommunication of the handling, separating, treating, or storage facilities designated to each of the above leases.

REMARKS: Separate order will be issued authorizing commingling of the above two leases if and when production is obtained on the V-15 Lease.

DONE at Santa Fe, New Mexico, on this 6th day of January, 1981.

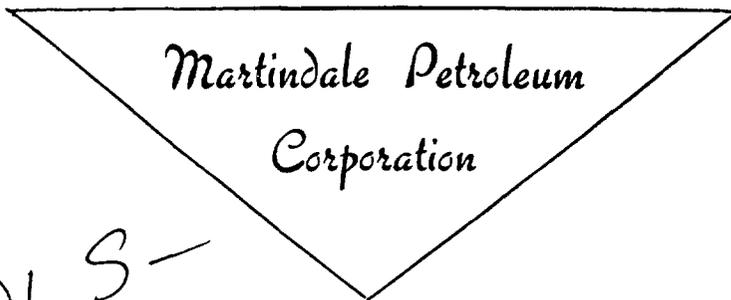


JOE D. RAMEY, Division Director

BURTON VETETO
Drilling & Production Manager
Office (505) 397-1191
Home (505) 397-1773

MRS. JO JOHNSON
Production Clerk
Office (505) 397-1591
Home (505) 393-4307

ROBERT L. SUMMERS
President
Office (505) 393-2123



RECEIVED
DEC 24 1980
OIL CONSERVATION DIVISION
Hobbs, New Mexico 88240

O/S-

December 19, 1980

*State Leases
need Land O/C
approval
note to Veteto 1/5
Rec'd Land O/C
approval
Jan 7*

Director of Oil Conservation Division
P. O. Box 2088
Santa Fe, NM 87501

Reference: Administrative Approval, Off Lease Storage & Lease Commingling

Attention: Mr. Joe D. Ramey

Gentlemen:

Martindale Petroleum Corporation is the operator presently completing the #1 Peter State well located 660' from the South line and 1980' from the East line of Section 32, T-20S, R-38E, Lea County, New Mexico on the New Mexico State Lease number V-3. The well has been perforated and stimulated in the Drinkard Formation at an interval from 6800' to 6892' with evidence of producing 50 to 60 BOPD and 150-180 MCFGPD.

Martindale is scheduling a second well located 1980' from the South line and 660' from the East line in the same section 32 on New Mexico State Lease number V-15 prior to March 1, 1981 and to the same depth and formation. Martindale would like to construct a centrally located tank battery and required production surface equipment to serve these two wells and all other development wells drilled on the two State Leases numbers V-3 and V-15.

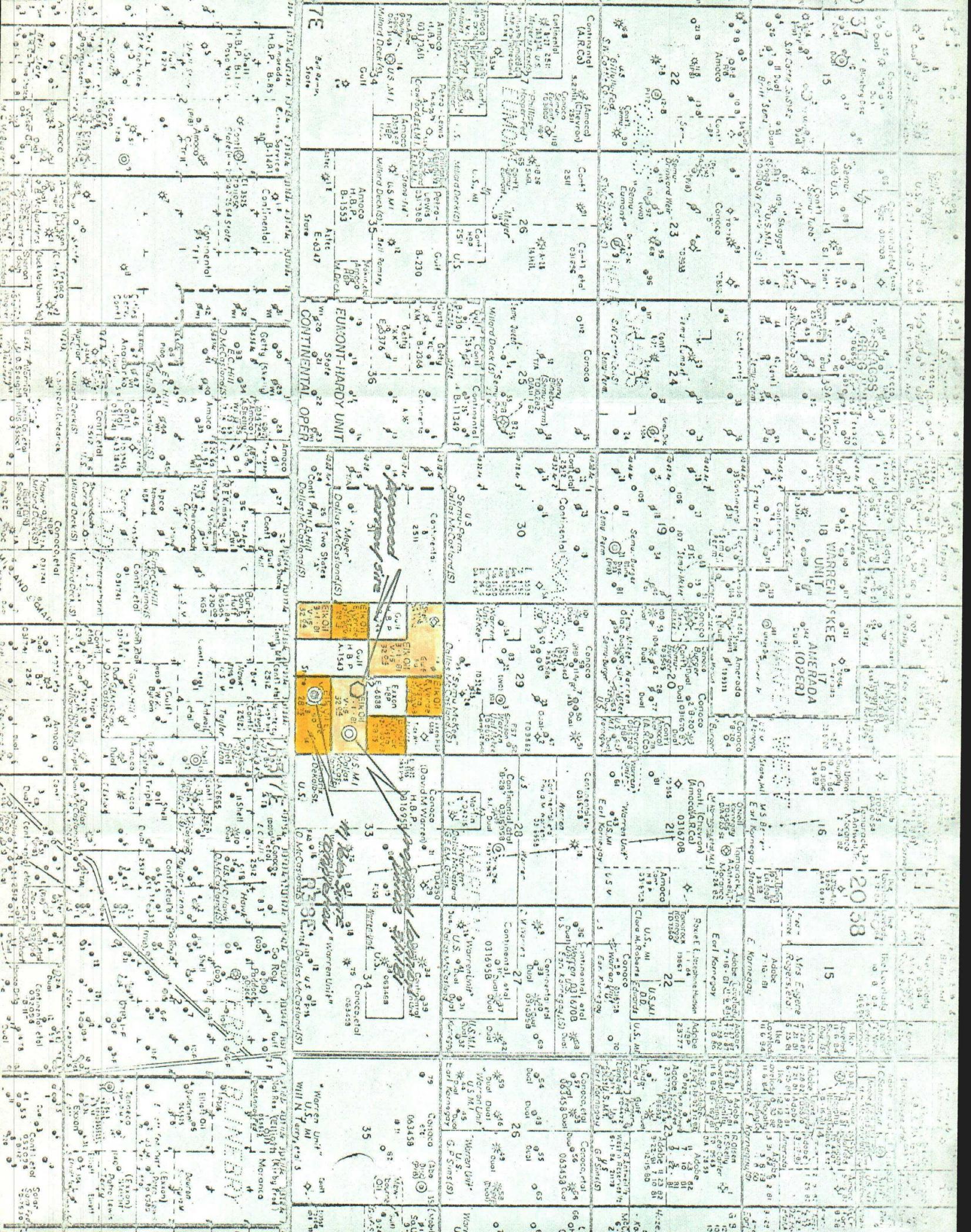
Martindale Petroleum Corporation as operator has the right to consent for all the working interest which is and will remain the same for both the V-3 and the V-15 State Leases. As a major economic factor to the working interest owners and with both royalty and working interest the same and all wells drilled and completed within the same formation and under the allowable set for this depth well, Martindale Petroleum Corporation kindly requests administrative approval to the above off lease storage and subsequent lease commingling. We would appreciate your notice as soon as possible in order to commence the battery construction, electrical installation and gas line hook-up. Our standard battery employees by-passes to provide for individual well tests or metering.

Yours very truly,

MARTINDALE PETROLEUM CORPORATION

Burton Veteto
Burton Veteto
Vice-President

BV/JL
Enclosures
cc: Elk Oil Company



NEW MEXICO
 STATE LEASE

U-3
 U-15
 Proposed
 borrow site

BURTON VETETO
Drilling & Production Manager
Office (505) 397-1191
Home (505) 397-1773

MRS. JO JOHNSON
Production Clerk
Office (505) 397-1591
Home (505) 393-4307

ROBERT L. SUMMERS
President
Office (505) 393-2123

*Martindale Petroleum
Corporation*

RECEIVED
DEC 21 1980
OIL CONSERVATION DIVISION
P. O. BOX 1958
SANTA FE
Hobbs, New Mexico 88240

December 19, 1980

Director of Oil Conservation Division
P. O. Box 2088
Santa Fe, NM 87501

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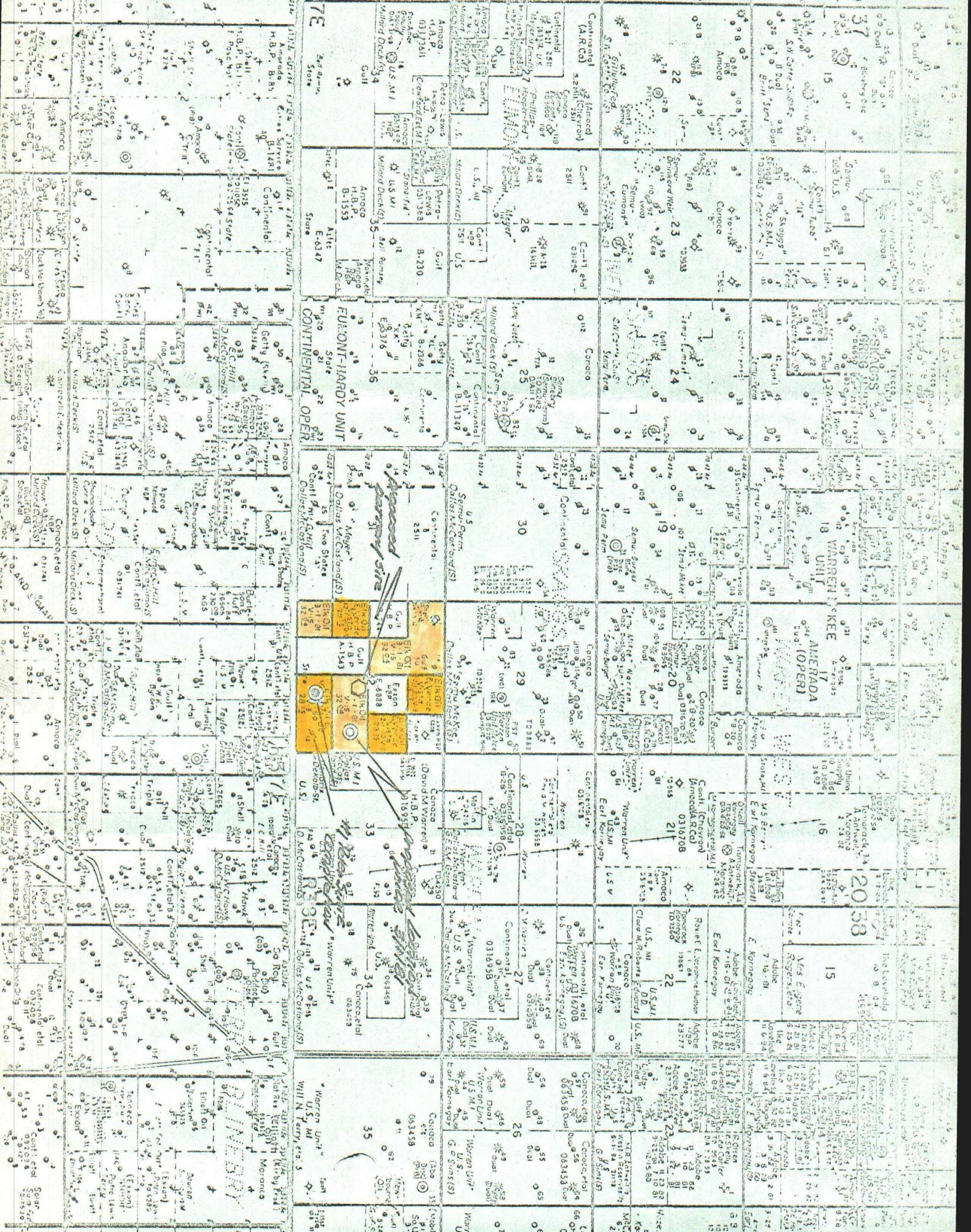
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Burton Veteto
Burton Veteto
Vice-President

BV/JL
Enclosures
cc: Elk Oil Company

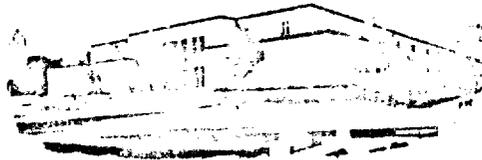


○ Proposed
 barney site
 V-15
 U-3

NEW MERID
 SPRING LEASE

WCR

State of New Mexico



Commissioner of Public Lands

January 6, 1981

ALEX J. ARMIJO
COMMISSIONER

P. O. BOX 1148
SANTA FE, NEW MEXICO 87501

Martindale Petroleum Corporation
P. O. Box 1955
Hobbs, New Mexico 88240

Re: Administrative Approval, Off lease
Storage & Lease Commingling

ATTENTION: Mr. Burton Veteto

Gentlemen:

We are in receipt of your letter dated January 2, 1981, requesting approval of off lease storage and lease commingling between New Mexico State Leases No. V-3 and V-15.

You are hereby given consent to the above request, this being subject to like consent by the New Mexico Oil Conservation Division.

Enclosed is one approved copy for your files.

Please remit a Ten (\$10.00) Dollar filing fee.

Very truly yours,

ALEX J. ARMIJO
COMMISSIONER OF PUBLIC LANDS

BY:
FLOYD O. PRANDO, Assistant Director
Oil and Gas Division
AC 505-827-2748

AJA/FOP/s
encls.
cc:

Oil Conservation Division
New Mexico Oil and Gas Accounting Commission
State of New Mexico Leases V-3 and V-15

BURTON VETETO
Drilling & Production Manager
Office (505) 397-1191
Home (505) 397-1773

MRS. JO JOHNSON
Production Clerk
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ROBERT L. SUMMERS
President
Office (505) 393-2123

Martindale Petroleum
Corporation

JAN 5 10 15
STATE OF
SANTA FE

P. O. BOX 1895

Hobbs, New Mexico 88240

January 2, 1981

Mr. Fred Pando
New Mexico State Land Office
P. O. Box 1148
Santa Fe, NM 87501

Re: State Lease #V-3
Section 32, T-20S, R-38E, NMPM
Lea County, New Mexico

Dear Mr. Pando,

Enclosed please find a copy of a letter sent to Mr. Joe D. Ramey, Director of the Oil Conservation Division requesting administrative approval of off lease storage and lease commingling between the above referenced lease (#V-3) and State lease #V-15.

As per the information furnished in the letter to Mr. Ramey, Martindale Petroleum Corporation also requests approval from the New Mexico State Land Office regarding the off lease storage and lease commingling of State leases #V-3 and V-15.

If further information is needed, please contact me at the above address or phone numbers.

Yours truly,
MARTINDALE PETROLEUM CORPORATION

Burton Veteto

Burton Veteto
Vice-President

✓
BV/JL
Enclosures
cc: Elk Oil Company

ARION MATEO
Mining & Production Manager
Office (505) 397-1191
Home (505) 397-1773

MRS JO JOHNSON
Production Clerk
Office (505) 397-1591
Home (505) 393-4507

ROBERT L. SUMMERS
President
Office (505) 393-2123

Martindale Petroleum
Corporation

P. O. BOX 1911

Jan 5 10 15 20 1981 Hobbs, New Mexico 88240

STATE OF NEW MEXICO
SANTA FE

December 19, 1980

Director of Oil Conservation Division
P. O. Box 2088
Santa Fe, NM 87501

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Approved: *January 6, 1981*
Alex J. Arriaga
DIRECTOR OF PUBLIC LANDS

Yours very truly,

MARTINDALE PETROLEUM CORPORATION

Burton Veteto
Burton Veteto
Vice-President

BV/JL
Enclosures
cc: Elk Oil Company