

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

JERRY APODACA
GOVERNOR

NICK FRANKLIN
SECRETARY

May 24, 1978

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2434

Mr. Al Kendrick
Oil Conservation Division
1000 Rio Brazos Road
Aztec, New Mexico

Dear Al:

I have an open file on Shar-Alan Oil Company
involving the plugging of the following wells:

*Original to
Order No.
P-5778*

<i>Lillian State #2-X</i>	<i>P-2-24N-1W</i>
Emma McDaniel No. 2	G-22-24N-1W
Rosa Unit No. 48	27-31N-4W <i>0-11-31N-5W</i>
Rosa Unit No. 49	<i>M-27-31N-4W</i>

MITCHELL ENERGY CORP

Please let me know the well status for each and
whether we need to have a show cause hearing.

Very truly yours,

[Signature]
LYNN TESCHENDORF
General Counsel

LT/gr



SHAR-ALAN OIL COMPANY

1402 DENVER U. S. NATIONAL CENTER

DENVER 2, COLORADO

November 23, 1965

New Mexico Oil and Gas Commission
1000 Rio Brazos Road
Aztec, New Mexico

Attention: Mr. Emery Arnold

Dear Mr. Arnold

With reference to your letter dated November 10, 1965 the following represents the current status of the wells listed in your letter.

- #2 Northcutt - This well was never drilled and the location is to be abandoned. In accordance with your request, we enclose herewith, in triplicate, Miscellaneous Report Form C-103 to substantiate the above.
- #2 Emma McDaniel - This well has been considered non-commercial and is to be plugged and abandoned. We are enclosing herewith original and four copies of the Notice of Intention to Abandon in accordance with instructions by your office contained in your letter to Shar-Alan Oil Company dated November 19, 1965.
- #2-X Lillian-State - This is ready for production but due to the fact that we are having difficulties making the necessary arrangements for a pipeline, this well will have to be carried as a shut-in gas well.

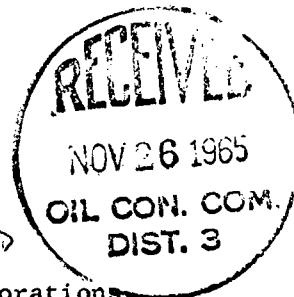
If you have any further questions regarding these wells, please so advise.

Very truly yours,

SHAR-ALAN OIL COMPANY

H. F. Gumz
H. F. Gumz

Manager of Lands & Explorations



HFG/so
Enclosures



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

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May 24, 1978

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SANTA FE, NEW MEXICO 87501
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Mr. Al Kendrick
Oil Conservation Division
1000 Rio Brazos Road
Aztec, New Mexico

Dear Al:

I have an open file on Shar-Alan Oil Company
involving the plugging of the following wells:

Emma McDaniel No. 2	G-22-24N-1W	
Rosa Unit No. 48	27-31N-4W	} transferred
Rosa Unit No. 49	27-31N-4W	

Please let me know the well status for each and
whether we need to have a show cause hearing.

Very truly yours,

LYNN TESCHENDORF
General Counsel

LT/dr

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO

June 3, 1965

Mr. Emery C. Arnold
Supervisor, District 3
Oil Conservation Commission
1000 Rio Brazos Road
Aztec, New Mexico

Re: Remedial Work, Shar-Alan # 48
Rosa Unit, 27-31N-4W, Rio Arriba
County, New Mexico

Dear Emery:

I note from my suspense file that work was to commence on the above well on or before June 1, 1965. Drop me a note if you want a plugging case docketed. The next examiner hearing will be June 30, 1965.

Very truly yours,

J. M. DURRETT, Jr.
Attorney

JMD/esr

C
O
P
Y

OIL CONSERVATION COMMISSION

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO

May 7, 1965

Shar-Alan Oil Company
1402 Denver U.S. National Center
Denver 2, Colorado

Attn: Mr. H. F. Gumz

Re: Remedial Work, Shar-Alan
#48 Rosa Unit, 27-31N-4W
Rio Arriba County, N.M.

Dear Sir:

We have your letter of April 28, 1965 requesting an extension of time to commence required remedial action on the above well.

In view of the late spring and bad road conditions we hereby grant an extension of time to June 1, 1965 for the commencement of operations on this well.

Yours very truly

Emery C. Arnold
Supervisor, District #3

ECA:ks

cc: James Durrett
OCC, Santa Fe, N.M. ✓

*File
Shifting
Bureau*

100-111030

OIL CONSERVATION COMMISSION
1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO

March 19, 1965

Shar-Alan Oil Company
1402 Denver U.S. National Center
Denver 2, Colorado

Attn: Mr. H. F. Gunz, Manager of Lands & Exploration

Dear Mr. Gunz:

We have your letters of February 25 and March 17, 1965 relating to remedial work to be conducted on your #49 Rosa Unit in Section 27-31N-4W.

We realize that the roads are somewhat impassable in that area at this time. However, normally the area dries out enough by May 1 each year to allow the movement of equipment without difficulty. We are, therefore, granting an extension of time to May 1, 1965 to make final decision and to comply with our original request.

In the event no action has been taken by May 1 we will proceed as originally outlined.

Yours very truly

Emery C. Arnold
Supervisor, District #3

BA:ks

cc: Mr. James Durrett ✓
OCC, Santa Fe, N.M.

Mr. James Kapteina
OCC, Santa Fe, N.M.

Proposed for 3-1-65

OIL CONSERVATION COMMISSION

1000 RIO BRAZOS ROAD

AZTEC, NEW MEXICO

15 FEB 22 1965

February 18, 1965

Shar-Alan Oil Company
1402 Denver U.S. National Center
Denver 2, Colorado 80202

Re: Shar-Alan Oil Company #49 Rosa
Unit, M-27-31N-4W

Gentlemen:

On June 17, 1964 Form C-104 was filed in this office requesting an allowance for the above well, along with Form C-110 naming El Paso Natural Gas Company as transporter of the gas. The form stated that the well was completed in the Mesaverde Formation; however inspection of the electric log and perforating record indicated that the completion was made in both the Point Lookout Zone of the Mesaverde Formation and several sand stringers which had developed in the Gallup Zone. The casing pressure was reported as 2115 pounds which is abnormally high for a Mesaverde completion in this area. At that time I discussed the matter with Mr. Dick Hunt, who was Manager of Lands and Exploration for your company and explained to him that it would be necessary to hold a hearing to establish the producing zone in this well as a common source of supply or in the alternative to dual complete the well. Mr. Hunt assured me that action would be taken to accomplish this; however no further action has been reported.

There has evidently also been some discussion between your company and El Paso Natural Gas Company regarding the possible participation of this well in the Rosa Unit.

We do not think that the well as presently completed is a legally completed well, in that it appears to be completed in two separate producing zones which have not been recognized as a common source of supply. We also feel that your company has had adequate time to resolve the matter. We are, therefore, notifying our legal department in Santa Fe to set a hearing at which all interested parties will be given opportunity to show why the well should not be properly plugged and abandoned or recompleted in accordance with our rules.

- 2 -

We are requesting that our legal department wait 10 days from this date before advertising the case for hearing in order that you may contact us prior to that time with any proposed alternative solutions.

Yours very truly

*Emery C. Arnold
Supervisor, District #3*

EC:ks

cc: Mr. James Durrett
Oil Conservation Commission ✓
Santa Fe, New Mexico

GOVERNOR
DAVID F. CARGO
CHAIRMAN

State of New Mexico
Oil Conservation Commission



LAND COMMISSIONER
GUYTON B. HAYS
MEMBER

1000 RIO BRAZOS ROAD
AZTEC

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

July 19, 1967

Mr. H. F. Gumz, Manager of Lands & Exploration
Shar-Alan Oil Company
1402 Denver U. S. National Center
Denver, Colorado 80202

Re: Shar-Alan Oil Company
Emma McDaniel #2
NE/4 Sec. 22-248-1W
Rio Arriba County,
New Mexico

Dear Mr. Gumz:

We have received your letter of July 11, 1967, regarding your future plans for the above well. You have stated that it is your intention to possibly produce this well by the use of new methods which you are now testing on nearby wells. In view of this information, we will delay taking any action toward making you plug this well until you have determined whether or not you can successfully produce it. Will you please send us a status report periodically advising us of your success?

Yours very truly,

Emery C. Arnold
Emery C. Arnold
Supervisor, District #3

ECA:mc

967 JUL 24 AM 8 16

cc: (with copy of letter from Mr. Gumz dated July 11, 1967)
Mr. George Hatch
Oil Conservation Commission
Santa Fe, New Mexico

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COPY

XERO
COPY

XERO
COPY

XERO
COPY

cc: Santa Fe File
Mr. Geo. Hatch ✓

SHAR-ALAN OIL COMPANY

1402 DENVER U.S. NATIONAL CENTER
DENVER, CO. 80202

July 11, 1967

Mr. Emery C. Arnold
Oil Conservation Commission
1000 Rio Brazos Road
Aztec, New Mexico

Dear Mr. Arnold:

In Re: Emma McDaniel No. 2
Section 22 - NE/4
Township 24 North, Range 1 West
Rio Arriba Co., New Mexico

A copy of your letter dated July 7, 1967, to Mr. George Hatch regarding the above-captioned well was received by this office. We had made all the arrangements necessary to abandon the well, but we re-considered taking this action because of certain results that we are getting from a completion method on two wells-- No. 1 Northcutt located in NW/4 of Section 22-23N-1W, and Duff No. 4 Government located in the SE/4 of Section 34-24N-1W. In both of these wells we installed a bottom hole separator, and the results to date have been more than satisfactory.

Before we plug and abandon any wells in the area, we want to thoroughly examine the possibility of applying this procedure to wells we have considered as noncommercial in the past. Therefore, we request that you set aside the proposed hearing you suggested to Mr. Hatch until we have determined what would be the proper course to follow.

Very truly yours,

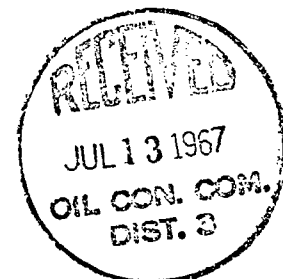
SHAR-ALAN OIL COMPANY

H. F. Gumz
H. F. Gumz
Manager of Lands and Exploration

MAIN OFFICE

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HFG:BU



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g.a. Talbert, inc.
SURETY BONDS AND INSURANCE



July 17, 1967

NEW ADDRESS.
1200 Lincoln Street
Denver, Colorado 80203
Phone: 292-1330

Mr. Emery C. Arnold
Supervisor, District #3
State of New Mexico
Oil Conservation Commission
1000 Rio Brazos Road
Aztec, New Mexico

RE: SHAR-ALAN OIL COMPANY
Phoenix Bond No. 206016
Blanket Oil & Gas Drilling Bond -to- New Mexico Oil &
Gas Conservation Commission
Emma McDaniel #2, Rio Arriba County, New Mexico

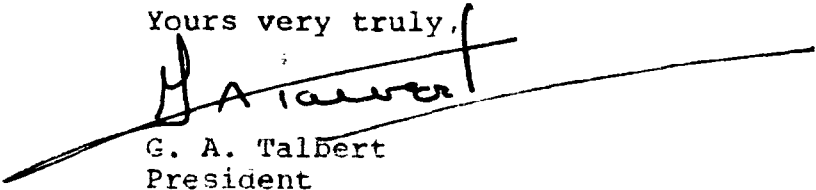
Dear Mr. Arnold:

We are in receipt of a copy of your letter dated July 7, 1967 concerning the plugging and abandoning operations connected with the well in caption.

We are certain that our principal will cooperate with you in making the proper disposition of this matter.

We are requesting that any future correspondence be sent to the writer at the address shown in this letter as opposed to the address which you have on the bond.

Yours very truly,


G. A. Talbert
President

GAT:cfl

CC: Mr. George Hatch
Assistant Attorney General
New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico

Mr. Irving Pasternak
Shar-Alan Oil Company
1402 Denver U.S. National Center
Denver, Colorado 80202

67 JUL 13 PM 1 15

GOVERNOR
DAVID F. CARGO
CHAIRMAN

pm

State of New Mexico
Oil Conservation Commission

LAND COMMISSIONER
GUYTON B. HAYS
MEMBER

1000 RIO BRAZOS ROAD
AZTEC

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

67 JUL 11 AM 8 1

July 7, 1967

Mr. George Hatch
Assistant Attorney General
New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico

Re: Shar-Alan Oil Company, Emma McDaniel #2
1850/N; 1850/E, Sec. 22, T24N, R 11W
Rio Arriba County, New Mexico

Dear Mr. Hatch:

On November 26, 1965, we received a letter from the operator stating that the above well was non-commercial and was to be plugged and abandoned. The operator also mailed a sundry notice, at this time, setting out a plugging program which was approved in this office on November 26, 1965. We have never received subsequent report of plugging operations and, therefore, are not aware whether the well has been plugged and abandoned.

I am, therefore, requesting that you set a hearing not sooner than thirty days nor later than sixty days from this date in order that the operator and the bonding company may show cause why this well should not be plugged and abandoned in accordance with New Mexico Oil Conservation Commission rules and regulations. This should allow the operator time to file copies of plugging information with the commission in the event that the well was plugged and abandoned. In the event that the required information is received before the expiration of the thirty day period, we will notify you in order that you may disregard the above recommendation.

Yours very truly,

Emery C. Arnold
Emery C. Arnold
Supervisor, District #3

ECA:mc

cc: Shar-Alan Oil Company
1402 Denver U. S. National Center
Denver, Colorado 80202

Mr. G. A. Talbert,
The Thos F. Daly Agency
1576 Sherman Street
Denver, Colorado