

CASE 5044: PLUGGING CASE (LUNA)
SYCOR NEWTON, PERU MILLING & R.E.
DEMING - STATE L 6350 WELL #1.

CASE No.

5044

Application,
Transcripts,
Small Exhibits
ETC.

MAIL ALL CORRESPONDENCE, DOCKETS, ETC. TO:

Eugene C. Paine, Esq.
Box 1718
Carlsbad, New Mexico 88220

Telephone: 885-3144

Case No.

Applicant:

Order No. R-

Date:

Subject:

Other Subjects Included in This Case:

DON G. MCCORMICK
EUGENE C. PAINE
JAY W. FORBES
THOMAS L. MAREK
TOM CHERRYHOMES

MCCORMICK, PAINE AND FORBES
ATTORNEYS AT LAW
BUJAC BUILDING
P. O. BOX 1718
CARLSBAD, NEW MEXICO 88220
17 July 1974

TELEPHONE 885-3144
AREA CODE 505

received 7/16/74
Wk

State of New Mexico
Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Continental-Emsco vs. Sycor Newton, et al
No. 7640, District Court of Luna County.

Attention: Mr. William F. Carr, General Counsel


Dear Bill:

Pursuant to our telephone conversation, enclosed please find a Xerox copy of the Special Master's Deed to Continental-Emsco which covers the SW $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 10, Township 23 South, Range 11 West, which is embraced by State of New Mexico Oil and Gas Lease No. L-6350.

We filed this Deed with the Clerk of Luna County on 16 July 1974 as reflected by the attached receipt and when we have the original returned to us, we will furnish you a copy showing the recording data if you so desire.

We will request our client Continental-Emsco to have the proposed operator, Miller Oil Company, 3612 West Wall Street, Midland, Texas, to keep you advised of their commencement of the pulling and also, any other requests that the Commission might have so that the well may be properly plugged in accordance with the requirements.

Very truly yours,


E. C. Paine

ECP:cy
Enclosures

cc: Mr. William F. Josting
Continental-Emsco Company
First National Bank Building
Midland, Texas 79701

210 96201

STATE OF NEW MEXICO

DEED	MORTGAGE	F. S. & REL.	REL. MTG.	LIENS & REL.	MINING	MARRIAGE	PROBATE	XEROX	3 M	MISC.
3.75										

special masters and District Court - Continental - Emoco Co

By Polly Harling

DEPUTY.

COUNTY CLERK.

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1 to date of sale and which was paid by your special master to the
2 United States of America and which also includes a special
3 master's fee of \$ 50.00, and in addition the cost of publication
4 of the notice of special master's sale in the sum of \$48.79.

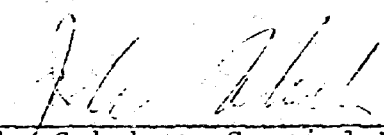
5 The undersigned JOHN SCHABER as such special master,
6 for consideration paid, does hereby grant, bargain, sell, remise,
7 release, convey and confirm unto said CONTINENTAL-EMSCO COMPANY,
8 a division of Youngstown Sheet and Tube Company, a corporation,
9 its successors and assigns, the following described real property
10 situated in Luna County, New Mexico, to-wit:

11 State of New Mexico oil and gas lease
12 No. L-6350, embracing the SW $\frac{1}{4}$ of the
13 SW $\frac{1}{4}$ of Section 10, Township 23 South,
Range 11 West, N.M.P.M., Luna County,
New Mexico,

14 together with all appurtenances, fixtures and casing of every
15 kind and character located upon, connected with or appurtenant
16 to said oil and gas leasehold estate and situated thereon, as
17 well as all and singular the tenements, hereditaments and
18 appurtenances thereunto belonging.

19 TO HAVE AND TO HOLD said premises so conveyed and all
20 right, title and interest of the Defendants, Peru Milling Company
21 and the Estate of Sycor Newton, also known as S. M. Newton,
22 deceased, and J. F. Liddon, thereto.

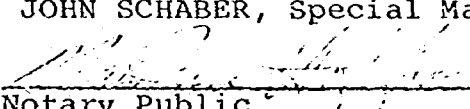
23 IN WITNESS WHEREOF the undersigned special master,
24 acting pursuant to the authority of the District Court of Luna
25 County, New Mexico, has hereunto set his hand this 16th day of
26 July 1974.

27
28 
29 John Schaber, Special Master

30 STATE OF NEW MEXICO :
31 COUNTY OF LUNA : ss.

32 The foregoing instrument was acknowledged before me
this 16th day of July 1974 by JOHN SCHABER, Special Master.

My Commission Expires:
5/1/78


Notary Public

1 The foregoing special master's deed is hereby approved
2 this 16 day of July 1974.

3 
4 District Judge

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OIL CONSERVATION COMMISSION

P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

May 14, 1974

Mr. Ronald Schwartz
Corporations Counsel
California Department of Corporations
600 S. Commonwealth Avenue
Los Angeles, California 90005

Re: Your file ALPHA
Arthur Cowing Conner
Silas M. Newton

Dear Mr. Schwartz:

In response to your letter of May 6, 1974, I have examined telephone directories for the area of New Mexico including Deming and have found no listing for F. J. Young. Also, Mr. Gresset, our District Supervisor for the area including the Sycor Newton Well, has no recollection or familiarity with Mr. Young other than his connection with this well.

I then checked the Corporation Commission records to see if Mr. Young might be a director of Peru Milling Company, Inc. He is not. In case the corporation is not licensed to do business in California, the following facts may be helpful in your inquiry: Peru Milling Company, Inc. is a New Mexico Corporation. Its Statutory Agent is S. Taylor McBee, 215 South Granite Avenue, Deming, New Mexico, Telephone (505) 546-9894. Its registered office is the Peru Mill, Deming, New Mexico. Its sole stockholder and incorporator is John Wm. Johnson, Attorney, 32 N. Stone Avenue, Tucson, Arizona 85701, Telephone (602) 882-9004.

A check of the Tucson telephone directory reveals no listing for F. J. Young.

If we may be of further assistance, please notify us.

Very truly yours,

THOMAS W. DERRYBERRY
Special Assistant Attorney General

TWD/jr

C
O
P
Y

DEPARTMENT OF CORPORATIONS

Los Angeles, California
May 6, 1974

IN REPLY REFER TO:

FILE NO. ALPHA

Mr. William F. Carr, General Counsel
Oil Conservation Commission
State of New Mexico
P. O. Box 2088
Santa Fe, New Mexico 87501

Reference: ARTHUR COWING CONNER
 SILAS M. NEWTON

Dear Mr. Carr:

Reference is made to this Department's prior communications with your agency. We would like to thank you for your cooperation to date and your promptness in supplying information which we have requested in the past. Reference is made to your last reply of November 1, 1973. In that reply was a copy of a report entitled "Sundry Notices and Reports on Wells". That report contained the name of Sycor Newton as operator of the well in question. The report was signed under the statement certifying the information is true and complete by F. J. Young as Superintendent. This report was approved by W. A. Gressett, Oil and Gas Inspector. The report's dated January 31, 1972.

At this time we would appreciate any information you would have as to the whereabouts or address of Mr. Young. Our investigation in the matter is still continuing concerning violations of our Corporate Securities Law regarding the registration or qualification of the interest sold in the Newton Wells. Additionally, we are investigating other possibilities of criminal violations. In order to continue our investigation, we would like to make contact with Mr. Young. Therefore if you have an address where he can be located, we would certainly appreciate this information. We would respectfully request the information or reply regarding the availability of this information within 14 days of receipt of our letter.

I am also enclosing a photocopy of the above-mentioned report which may facilitate you in obtaining the requested information.

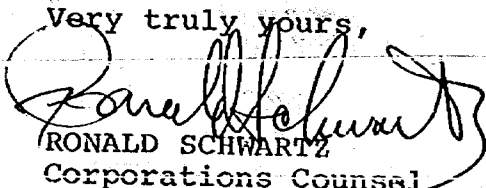
Mr. William F. Carr

Reference: ARTHUR COWING CONNER, SILAS M. NEWTON

May 6, 1974
File No. ALPHA

We would like to thank you for your cooperation to date and assure
you of our cooperation in all matters of mutual concern.

Very truly yours,



RONALD SCHWARTZ
Corporations Counsel
(213) 620-3635

RS:bb
Enclosure

NO. OF COPIES RECEIVED	3
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SANTA FE	1
FILE	1
U.S.G.S.	
LAND OFFICE	
OPERATOR	1

RECEIVED
NEW MEXICO OIL CONSERVATION COMMISSION

JAN 31 1972
RECEIVED
O.C.C. 1972
ARTESIAL OFFICE

Form C-103
Supersedes Old
C-102 and C-103
Effective 1-1-65

5a. Indicate Type of Lease State <input checked="" type="checkbox"/> Fee <input type="checkbox"/>
5. State Oil & Gas Lease No. L 6350
7. Unit Agreement Name
8. Farm or Lease Name State I. 6350
9. Well No. State # 1
10. Field and Pool, or Wildcat Wildcat
12. County Luna

SUNDY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT -" (FORM C-101) FOR SUCH PROPOSALS.)

1. OIL WELL <input checked="" type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER-
2. Name of Operator Sycor Newton
3. Address of Operator P. O. Box 29, Deming, New Mexico
4. Location of Well UNIT LETTER M 330 FEET FROM THE W LINE AND 660 FEET FROM THE S LINE, SECTION 10 TOWNSHIP 23-S RANGE 11-W NMPM.
15. Elevation (Show whether DF, RT, GR, etc.)

16. Check Appropriate Box To Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input checked="" type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	CASING TEST AND CEMENT JOBS <input type="checkbox"/>
OTHER <input type="checkbox"/>	OTHER Ran 9 5/8" O.D. Casing Surface <input checked="" type="checkbox"/>
PLUG AND ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
CHANGE PLANS <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>

17. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

Spudded Jan. 4, 1972. - 12 1/4 hole to 2,030' finished 12 1/4 hole
Jan. 16, 1972.
Ran total 51-JTS, 9 5/8 O.D. - J55 - 34# Casing - W/Float collar and
Guide shoe landed @ 2,023' RB measurement, cemented W/695 sax Class B
cement 2% Cal-Chloride last 200 sax displaced W/157 BBls water- Max
Pressure - 1000# plug down @ 3:30 P.M. Jan. 17, 1972 - Used B.J.
system-Good returns - 8 rd thread - R.B. - to G L 10.50'

WOC - Jan. 16th - 3:30 p.m. to 4:00
January 17th - Jan. 20, 1972 Pressured up W/1000 # held 30:00 minutes O.K.
Pressured with clear water..

10,071 T.D.

11-6-72

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

SIGNED <i>H. G. Gress</i>	TITLE <i>Asst. Insp.</i>	DATE
APPROVED BY <i>W. A. Gress</i>	TITLE OIL AND GAS INSPECTOR	DATE JAN 31 1972
CONDITIONS OF APPROVAL, IF ANY:		

NO. OF COPIES RECEIVED	6
DISTRIBUTION	
SANTA FE	1
FILE	1
U.S.G.S.	2
LAND OFFICE	1
OPERATOR	1

NEW MEXICO OIL CONSERVATION COMMISSION

DEC 20 1971

O. C. C.
ARTESIAN OFFICE

30-629-20003

Form C-101
Revised 1-1-65

5A. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
5. State Oil & Gas Lease No. 6350
7. Unit Agreement Name
8. Farm or Lease Name State T. 6350
9. Well No.
10. Field and Pool, or Wildcat Wildcat
12. County Tama
19. Proposed Depth 10500
19A. Formation
20. Rotary or C.T. Rotary
21. Elevations (Show whether D.F., R.T., etc.) 4365 ft
21A. Kind & Status Plug. Bond Blanket
21B. Drilling Contractor Company Rig
22. Approx. Date Work will start Upon approval

1a. Type of Work DRILL <input checked="" type="checkbox"/> DEEPEN <input type="checkbox"/> PLUG BACK <input type="checkbox"/>	
b. Type of Well OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>	
2. Name of Operator Sycor	
3. Address of Operator Drawer 29, Deming, New Mexico 88030	
4. Location of Well UNIT LETTER M LOCATED 660 FEET FROM THE S LINE AND 330 FEET FROM THE W LINE OF SEC. 10 TWP. 23S RGE. 11W NMPM	
19. Proposed Depth 10500	
19A. Formation	
20. Rotary or C.T. Rotary	
21. Elevations (Show whether D.F., R.T., etc.) 4365 ft	
21A. Kind & Status Plug. Bond Blanket	
21B. Drilling Contractor Company Rig	
22. Approx. Date Work will start Upon approval	

PROPOSED CASING AND CEMENT PROGRAM					
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	SACKS OF CEMENT	EST. TOP
20"	14"	23	25'	20	
12 1/2"	9 5/8"	34	2000	Approx 300	Surface
7 7/8"	5 1/2"	As Required	T.D.	As Required	

If down hole trouble encountered, will be reamed to 8 3/4" hole.
10" 900 series hydraulic blow out equipment.
ORC Cameron with blind and pipe rams.
Rams to be changed for any size pipe.
If reamed to 8 3/4" hole, 7" casing will be run

APPROVAL VALID
FOR 90 DAYS UNLESS
DRILLING COMMENCED,
EXPIRES 4-28-72

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: IF PROPOSAL IS TO DEEPEN OR PLUG BACK, GIVE DATA ON PRESENT PRODUCTIVE ZONE AND PROPOSED NEW PRODUCTIVE ZONE. GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.

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

Signed [Signature] Title Superintendent Date 12/18/71

(This space for State Use)

APPROVED BY W. A. Gressett TITLE OIL AND GAS INSPECTOR DATE JAN 20

CONDITIONS OF APPROVAL, IF ANY:

Declared Water Basin,
Cement must be circulated to
surface behind 7 7/8" casing

NEW MEXICO OIL CONSERVATION COMMISSION
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 Sycor Newton		Lease STATE L 6350		Well No. 81
Unit Letter M	Section 10	Township 23 S	Range 11 W	County Luna
Actual Footage Location of Well: 330' feet from the W line and 660' feet from the S line				
Ground Level Elev. 4385	Producing Formation Wildcat	Pool Wildcat	Dedicated Acreage: 40 Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure 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.

	<p align="center">CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p>	
	<p>Name J. L. Young</p> <p>Position Supt.</p> <p>Company S. M. Newton</p> <p>Date 12-16-71</p>	
	<p>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.</p>	
	<p>Date Surveyed 12-14-71</p> <p>Registered Professional Engineer and/or Land Surveyor John L. Young</p> <p>Certificate No. 148</p>	

0 330 660 990 1320 1650 1980 2310 2640 2970 3300 3630 3960 4290 4620 4950 5280 5610 5940 6270 6600

DON G. MCCORMICK
EUGENE C. PAINE
JAY W. FORBES
THOMAS L. MARCK
TOM CHERRYHOMES

McCORMICK, PAINE AND FORBES
ATTORNEYS AT LAW
SUJAC BUILDING
P. O. BOX 1718
CARLSBAD, NEW MEXICO 88220

TELEPHONE 885-3144
AREA CODE 505

12 March 1974

Mr. A. L. Porter, Jr.
P. O. Box 2088
Santa Fe, N. M. 87501

Dear Pete:

We have some litigation in Luna County in which we are foreclosing a lien on a dry hole and the drilling equipment used on it. We are going to need to introduce in evidence the Rules and Regulations of the Oil Conservation Commission as they were in effect between 1 December 1971 and 21 May 1973.

We have carefully gone through the Rules. There is enclosed herewith a set of the Rules which we do find to have been in effect for that period. It is necessary for us to have your Certificate under seal of the Commission that these Regulations were in effect and that they had been properly filed in accordance with the "State Rules Act".

Will you kindly sign the enclosed Certificate, attached to the set of Rules and return it to me? I am going to call you on the phone before you receive this and if you have any questions about it I will be glad to answer them for you. The case is to be tried on March 19, so I hope you can get these in the mail to us not later than 15 March.

Thank you very much for your courtesies.

Very truly yours,


Don G. McCormick

DGM:hmhe
Enclosures

CERTIFICATE

The undersigned, A. L. Porter, Jr., hereby certifies that:

He is the Secretary-Director of the State of New Mexico Oil Conservation Commission and in such capacity has the custody of the rules and regulations promulgated by said Oil Conservation Commission.

Attached to this Certificate is a true and correct copy of the original Commission's Rules and Regulations of Statewide application which were in effect from 1 December 1971 to 21 May 1973, inclusive.

That the Rules and Regulations which are attached to this Certificate were timely filed and are on file in accordance with the "State Rules Act" of the State of New Mexico.

A. L. Porter, Jr.
Secretary-Director
State of New Mexico Oil
Conservation Commission

*This material was certified
to Mc Cormick on 3/14/74 -
before this arrived*

W. J. [Signature]

DON G. MCCORMICK
EUGENE C. PAINE
JAY W. FORBES
THOMAS L. MAREK
TOM CHERRYHOMES

MCCORMICK, PAINE AND FORBES
ATTORNEYS AT LAW
BUJAC BUILDING
P.O. BOX 1718
CARLSBAD, NEW MEXICO 88220
5 March 1974

TELEPHONE 885-3144
AREA CODE 505

Mr. William F. Carr
General Counsel
New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Certification of Papers dealing with State
Lease No. L-6350 Section 10, Township 23
South, Range 11 West, Luna County, N. M.

Dear Mr. Carr:

Enclosed herein for certification are pertinent papers dealing with the above referenced lease. I have prepared a certification letter for your signature and seal in order that the papers may be tendered into evidence, pursuant to Rule 44 of the New Mexico Rules of Civil Procedure.

The matter has been set for trial on 19 March 1974 in Deming, New Mexico; so at your earliest convenience, please sign the certification and simply mail the papers back to this office.

Your assistance in this matter will be greatly appreciated.

Very truly yours,

Tom Cherryhomes
Tom Cherryhomes

TC:cy
Enclosures

*Certification mailed
March 7 [Signature]*

OIL CONSERVATION COMMISSION

P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

March 1, 1974

C
O
P
Y

Eugene C. Paine, Esq.
P. O. Box 1718
Carlsbad, New Mexico 88220

Re: Weldon & Guest, Diana Well No. 1,
Unit F, Section 16, Township 23
South, Range 11 West, NMPM,
Luna County

Dear Mr. Paine:

Enclosed is a copy of the well file for the above-
captioned well and the bond file we have on Sycor
Newton.

If we can be of any assistance, please let us know.

Very truly yours,

WILLIAM F. CARR
General Counsel

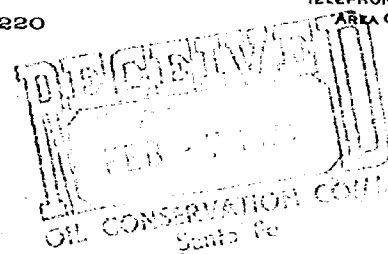
WFC/dr

DON G. MCCORMICK
EUGENE C. PAINE
JAY W. FORBES
THOMAS L. MAREK
TOM CHERRYHOMES

MCCORMICK, PAINE AND FORBES
ATTORNEYS AT LAW
BUJAC BUILDING
P.O. BOX 1718
CARLSBAD, NEW MEXICO 88220

TELEPHONE 885-3144
AREA CODE 505

5 February 1974



Mr. William F. Carr
General Counsel
Oil Conservation Commission
State of New Mexico
Santa Fe, New Mexico 87501

Re: Continental-Emsco Company, Plaintiff
vs. Peru Milling Company, et al., Defendants
Luna County District Court No. 7640

Dear Mr. Carr:

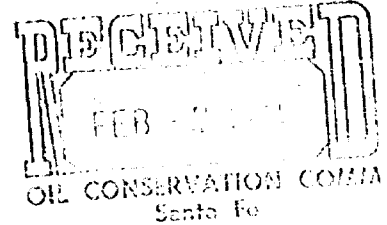
Pursuant to our telephone conference as of this morning, I am enclosing herein a letter to Judge Hodges which I wrote on 29 January 1974 to try to get a setting on behalf of Continental-Emsco who has filed a lien and a suit for foreclosure in the District Court of Luna County.

Very truly yours,

A handwritten signature in cursive script, appearing to read "E. E. Paine", written over a horizontal line.

E. E. Paine

ECP:cy
Enclosure



29 January 1974

Honorable J. Norman Hodges
District Judge
P. O. Box 390
Silver City, New Mexico 88061

Re: Continental Emsco Company, Plaintiff
v. Peru Milling Company, et al.,
Defendants - Luna County District
Court No. 7640

Dear Judge Hodges:

The above case was filed on 26 October 1973 and involves the foreclosure of an Oil and Gas Materialman's Lien.

All of the parties have been served and have either answered or their time for answer has expired and the case is now at issue.

Because of the nature of the case and the regulations of the State of New Mexico Oil Conservation Commission, it is most desirable that we have a trial setting as soon as it is convenient for you to hear the case, which, of course, will be without a jury.

I would appreciate your advising me when this case can be heard. I will be involved in some litigation which will take from 25 February until at least 8 March and I would appreciate your taking that into consideration.

Very truly yours,

E. C. Paine

ECP:hmhe

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

November 19, 1973

Frederick H. Sherman, Esq.
Sherman & Sherman
210 South Silver Avenue
Deming, New Mexico 88030

Re: Sycor Newton - State L 6350 Well No. 1
Oil Conservation Commission Case 5044

Dear Mr. Sherman:

In response to your letter of November 15, several comments seem appropriate.

I could not assume, from the absence of any communication from you in response to my letter of November 7, that you were planning to obtain a bond or do anything else to obtain a continuance of Case 5044. This matter, therefore, came on for hearing with the result I indicated in my letter of November 14.

In response to your comments concerning my conversation with Mr. Paine, I agreed to put his letter into the record and did so.

I am firmly convinced that the Oil Conservation Commission has been most reasonable in dealing with the multitude of parties involved in this matter. As you undoubtedly know, the Commission corresponded with Mr. Newton and Mr. F. J. Young on June 30, 1972, calling to their attention certain problems with this well. On October 2, 1972, these individuals were given 20 days to file certain forms with the Commission. We again warned these individuals on May 21, 1973, and gave them until June 5, 1973, to file required reports. At this time we were already in the midst of extended correspondence with certain creditors of this estate. On July 30, 1973, I corresponded with Mr. R. E. Deming, Aetna and Mr. J. F. Young by certified letter and informed them that a plugging case had been set for hearing before the Commission on August 9, 1973. I was called by Mr. Arthur Conner and he requested a continuance to the first Wednesday in October, which was agreed to by the Commission. He followed his call with a letter which reaffirmed his request. The matter was then set for October 3, 1973. The parties were notified again and by certified mail Mr. Conner, in a letter dated September 27, 1973, again requested a continuance. Mr. Conner was advised that the Commission would continue the case to November 14,

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

Frederick H. Sherman, Esq.

-2-

November 19, 1973

1973, but if further continuances were necessary, someone would have to appear at the hearing and explain the circumstances which would justify such continuances.

On November 9, 1973, I received a letter from Mr. Conner which reads in part:

"Your notice of Nov. 5, 1973 has been received and noted. Your telephone conversation with me a month ago indicated that proper representation would have to be made at the hearing Nov. 14, 1973. I trust that you will hear from either or both the Aetna Life and Casualty Co., and the Administrator of the Estate of S. M. Newton in Luna County, New Mexico Mr. Fredrick H. Sherman."

As you are aware no appearance was made by anyone who purported to have an interest in this well.

At the hearing, I outlined to the examiner the history of this well, called his attention to the letter from Mr. Paine and proceeded to put on the Commission's plugging case. The examiner, due to the possibility of receiving a rider to the bond in question, has recommended that this well be plugged and abandoned -- but not until February 15, 1974 (the Commission usually requires plugging within 30 days).

As to your comments concerning any suit against this estate, you should be advised that the Commission does not anticipate bringing such an action. If the well is not plugged by February 15, 1974, or some sort of an arrangement made for an administrative continuance of the effective date of the plugging order, the Commission will proceed against the Surety on the bond on this well. The Surety may bring an action against the estate if they so desire after the well has been plugged.

If you have any further questions, please contact this office.

Very truly yours,

WILLIAM F. CARR
General Counsel

WFC/dr

cc: Eugene Paine, Esq.

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

November 19, 1973

Eugene C. Paine, Esq.
P. O. Box 1718
Carlsbad, New Mexico 88220

Dear Mr. Paine:

Enclosed is a copy of a letter I sent today to Mr. Frederick H. Sherman, administrator of the estate of Sycor Newton. The Commission is attempting to get a rider on this bond so that the bond on file will bear the name of the owner as reflected in the Commission's well file.

The Commission will contact you before we proceed to plug this well. It is not our intention to undercut your efforts to pursue the lien you have on materials that could be removed from the well without damaging it.

I will keep you advised of further developments in this case.

Very truly yours,

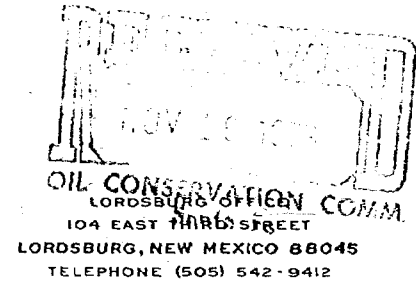
WILLIAM F. CARR
General Counsel

WFC/dr
enclosure

BENJAMIN M. SHERMAN
PAUL F. SHERMAN

SHERMAN & SHERMAN
ATTORNEYS AT LAW
TWO HUNDRED TEN SOUTH SILVER AVENUE
DEMING, NEW MEXICO 88030
TELEPHONE (505) 546-8846

November 15, 1973



Mr. William F. Carr
General Counsel
Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Sycor Newton - State L6350, Well No. 1 - O.C.C. Case 5044

Dear Mr. Carr:

I assumed from your letter of November 7th that we would have a little time to obtain a new bond. I sent a copy of your letter to Aetna Casualty Company concerning the bond and yesterday I received a phone call from Aetna requesting what had been done and stating that they had not received my letter. I sent them another copy yesterday and stated specifically the contents of your letter. Such must be approved by the company but I see no reason why a new bond will not be issued.

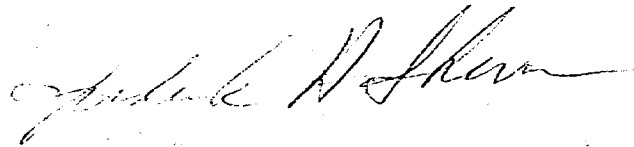
No appearance was made at the commission hearing for this reason and from correspondence received from E. C. Paine, an attorney in Carlsbad representing Continental Emsco Company. In that letter he states "Yesterday I called William C. Carr, General Counsel of the Oil Conservation Commission and requested that at the hearing he read into the record a letter I wrote him on November 2, 1973, wherein we requested that the Commission defer any action on the plugging and abandoning of the well and he agreed to do so". I assumed from the correspondence and the reasonable time necessary for getting a new bond, that more than seven days would be given for making such arrangements.

As previously stated, Aetna somehow did not get a copy of the letter for a new rider. Yesterday when they called as to the action taken by the Oil Conservation Commission, I stated that I felt certain that the Oil Conservation Commission had not taken any action on the plugging of the hole for the aforementioned reasons. This is when I learned the letter sent to them was never received. I don't feel under the circumstances we have acted unreasonably.

Mr. William F. Carr
Page -2-

However, I must continue to state that any suit against the estate of S. M. Newton would be worthless, as the estate is presently insolvent. The only possibility of receiving any assets within the estate is by working this claim. I feel it is also in the best interest of the State of New Mexico that a reasonable time be allowed in which to make arrangements for working the oil well; particularly where plugging would materially harm all potential use or getting interested parties to make drilling arrangements. In this regard I would hope you would give us a little more time within which to make the necessary arrangements.

Sincerely,

A handwritten signature in cursive script, appearing to read "Frederick H. Sherman".

Frederick H. Sherman

FHS/je

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

November 14, 1973

C
O
P
Y
Mr. Arthur C. Conner
P. O. Box 36601
Los Angeles, California 90036

Frederick H. Sherman, Esq.
Sherman & Sherman
210 South Silver Ave.
Deming, New Mexico 88030

Re: Sycor Newton State L6350
Well No. 1 - O.C.C. Case
5044.

Gentlemen:

In October 1973, I informed Mr. Arthur C. Conner by telephone that to avoid the plugging of the above captioned well the Oil Conservation Commission would require that parties interested in the well appear in Case 5044 scheduled for hearing before the Commission on November 14, 1973 and show cause why this well should not be plugged and abandoned in accordance with a Commission approved plugging program.

On November 7, 1973, I informed Mr. Fredrick H. Sherman, Administrator of the Estate of Mr. Newton, that "the Commission feels that only two courses of action are open to it:

1. A new rider must be issued by Aetna on behalf of this estate in favor of the Oil Conservation Commission amending the name of the Principal to "Estate of S. M. Newton, Frederick H. Sherman, Administrator," or
2. The well will have to be ordered plugged and abandoned."

I further offered to ask the Commission to continue this matter for six months if a proper bond was posted.

I received a letter from Mr. Conner on November 13, which read in part: "I trust that you will hear from either or both the Aetna Life and Casualty Co., and the Administrator of the Estate of S. M. Newton in Luna County, New Mexico Mr. Fredrick H. Sherman."

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

-2-

November 14, 1973

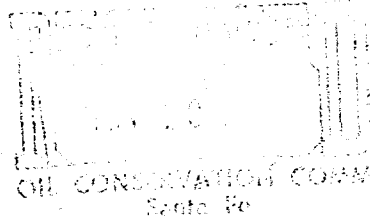
The case was heard this morning before Examiner Daniel S. Nutter. There were no appearances in the case other than that of the Oil Commission. Mr. W. A. Gressett, District Supervisor in our Artesia Office testified in the case. He reviewed the history of the well and recommended it be plugged and abandoned. The record in the case reflects that you both requested further continuances of this matter.

C
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You should be advised that the Examiner can be expected to recommend the plugging of this well to the Commission in the next few days and an order to this effect should be entered this month. When such an order is entered, the Commission will proceed against the Estate of S. M. Newton and the surety to obtain proper plugging of this well.

Very truly yours,

William F. Carr
General Counsel

WFC/jr



Nov. 9, 1973

P. O. Box 36601
Los Angeles, Ca 90036

Mr. William F. Carr
General Counsel
Oil and Gas Commission
P. O. Box 2088
Santa Fe, New Mexico

Re: Sycor Newton State L6350
Well No. 1 Case #5044

Dear Mr. Carr:

Your notice of Nov. 5, 1973 has been received and noted. Your telephone conversation with me a month ago indicated that proper representation would have to be made at the hearing Nov. 14, 1973. <I trust that you will hear from either or both the Aetna Life and Casualty Co., and the Administrator of the Estate of S. M. Newton in Luna County, New Mexico Mr. Fredrick H. Sherman.>

I had hoped to be present myself but the last appraisal by the present Executrix for the Estate of S. M. Newton in Los Angeles County is complete and is due to be presented to the Probate Court Monday morning next. After the release of the present Executrix I am scheduled to be appointed Administrator in her stead. We should know more definitely Tuesday or Wednesday. At that time the 'decks' will be cleared for proper continuation of the drilling program including reopening the subject well.

Mr. Weldon S. Guest's objective is evaluate the hole and take whatever steps necessary. Mr. William P. Whitehouse of 401 S. Westmoreland Ave. Los Angeles, California represents interested parties looking toward completing plans with Mr. Guest as soon as proper authorization can be obtained from the Courts. We trust that the Commission appreciates the problems with which we are faced and can authorize a continuance at this time.

Very Sincerely

Arthur C. Conner
Arthur C. Conner

ACC/mtf

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

November 7, 1973

Frederick H. Sherman, Esq.
Sherman & Sherman
210 South Silver Avenue
Deming, New Mexico 88030

Re: Sycor Newton State L 6350 Well No. 1
located in Unit M of Section 10,
Township 23 South, Range 11 West,
Luna County, New Mexico, Aetna Life
and Casualty Company
Case No. 5044

Dear Mr. Sherman:

I have received your letter of November 6, and want you to know that the Oil Conservation Commission appreciates the many problems you are having settling the estate of S. M. Newton. Our office is also faced with a number of problems resulting from Mr. Newton's efforts in the oil fields of New Mexico. We have received numerous calls and letters from creditors and other governmental offices concerning this estate.

It is important that the Oil Commission not be placed in a position where it is called upon to plug the Sycor Newton State L 6350 Well No. 1. For this reason, the Commission required that a bond be posted covering this well. Such a bond was executed with Aetna Life & Casualty to assure that this well would be properly plugged and abandoned. The name of this bond has been changed, by rider, from time to time from S. M. Newton to Sycor Newton to Peru Milling Company, Inc.

In the present uncertain state of affairs surrounding Mr. Newton's estate, the Commission feels that only two courses of action are open to it:

1. A new rider must be issued by Aetna on behalf of this estate in favor of the Oil Conservation Commission amending the name of the Principal to "Estate of S. M. Newton, Frederick H. Sherman, Administrator," or
2. The well will have to be ordered plugged and abandoned.

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

Frederick H. Sherman, Esq.

-2-

November 7, 1973

If you can obtain a rider, the Commission will continue this case for six months. Additional continuations may be possible depending on the state of affairs at the end of this six month period.

Very truly yours,

WILLIAM F. CARR
General Counsel

WFC/dr

cc: Mr. Ronald Schwartz
Corporations Counsel
Department of Corporations
State of California
600 South Commonwealth Avenue
Los Angeles, California 90005

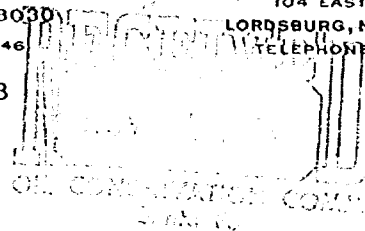
C
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BENJAMIN M. SHERMAN
PAUL F. SHERMAN

SHERMAN & SHERMAN
ATTORNEYS AT LAW
TWO HUNDRED TEN SOUTH SILVER AVENUE
DEMING, NEW MEXICO 88030
TELEPHONE (505) 546-8846

LORDSBURG OFFICE
104 EAST THIRD STREET
LORDSBURG, NEW MEXICO 88045
TELEPHONE (505) 542-9412

November 6, 1973



Mr. William F. Carr
General Counsel
Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Sycor Newton State L 6350 Well No. 1 located in Unit M of
Section 10, Township 23 South, Range 11 West, Luna County,
New Mexico, Aetna Life and Casualty Company
Case No. 5044

Dear Mr. Carr:

I am the Administrator of the Estate of S. M. Newton and for some-time I have been attempting to find out what leases were current in his estate. The purpose of this was to negotiate possible sale of our interest or of negotiating with contractors for drilling oil on these leases. I previously wrote a letter requesting which leases were current. After waiting sometime for response, I wrote a second letter requesting this information. Yesterday I received word from your office that you were sending this information within the next few days.

The reasons this is important are that I might need to make an addition to the inventory for the estate, as required under our laws, and also so that disposition of these leases may be cleared through the probate court and operation of the lands concerned therein may be made. You have received previous correspondence from a Mr. Conner as to negotiations for reopening the well, which is presently under consideration for being plugged. Mr. Conner advises me that he has several people interested and would have previously found a person to drill a well if it weren't for the delays involved in this probate proceeding. Although this is unfortunate, this is a delay necessitated by the slow and careful pace in which our Courts keep.

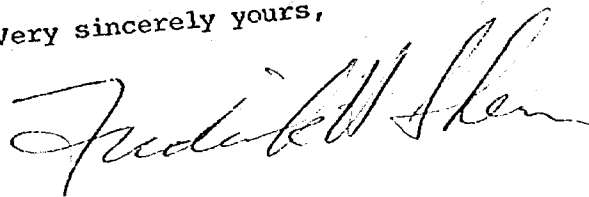
I need not emphasize how important it is to the estate to have these leases developed for oil production. There are probably claims amounting to over \$50,000.00 in an estate whose assets are almost entirely

Mr. William F. Carr
Page -2-

oil leases. This also includes tax liens in an amount of over \$20,000.00. If this well is plugged, the already difficult task of getting parties interested in drilling would be made considerably more difficult.

If you will have patience, it is our hope that this well might be put in production at the nearest opportunity. I assure you we are doing all in our powers to expedite this matter and provide a working lease within the estate. If you will bear with us, I am sure something may be accomplished soon.

Very sincerely yours,



Frederick H. Sherman

FHS/je

DOCKET MAILED TO:

Deming

Aetna

Newton - Peru Milling

Paine

Conner

Sherman

No. 003633

RECEIPT FOR CERTIFIED MAIL—30¢ (plus postage)

SENT TO		POSTMARK OR DATE
R. E. Deming		
STREET AND NO.		
Box 1102		
P.O., STATE AND ZIP CODE		
Silver City, N.M. 88061		
OPTIONAL SERVICES FOR ADDITIONAL FEES		
RETURN RECEIPT SERVICES	1. Shows to whom and date delivered With delivery to addressee only	15¢ 65¢
	2. Shows to whom, date and where delivered With delivery to addressee only	35¢ 85¢
DELIVER TO ADDRESSEE ONLY		
SPECIAL DELIVERY (extra fee required)		50¢

PS Form
Apr. 1971

3800

NO INSURANCE COVERAGE PROVIDED
NOT FOR INTERNATIONAL MAIL

(See other side)

GPO : 1972 O - 460-743

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

November 5, 1973

Mr. R. E. Deming
P. O. Box 1102
Silver City, New Mexico 88061

Aetna Life & Casualty Company
P. O. Box 2009
Denver, Colorado 80201

Mr. Sycor Newton
c/o Peru Milling Company
P. O. Box 29
Deming, New Mexico 88030

Attention: Mr. J. F. Young

Re: Sycor Newton State L 6350 Well
No. 1 located in Unit M of Section
10, Township 23 South, Range 11
West, Luna County, New Mexico,
Aetna Life and Casualty Company

Gentlemen:

Enclosed is a copy of the docket of the Examiner
Hearing to be held on Wednesday, November 14, 1973, at
9:00 a.m. in the Oil Conservation Commission Conference
Room, State Land Office Building, Santa Fe, New Mexico.
Case No. 5044 concerns the subject matter.

Very truly yours,

WILLIAM F. CARR
General Counsel

WFC/dr
enclosure
cc: Oil Conservation Commission - Artesia

Bill, didn't you respond to this?

STATE OF CALIFORNIA

RONALD REAGAN, Governor

DEPARTMENT OF CORPORATIONS

BRIAN R. VAN CAMP
Commissioner



Los Angeles, California
October 25, 1973

IN REPLY REFER TO:

FILE NO. ALPHA

Mr. R. L. Stamets, Technical Support Chief
Oil Conservation Commission
State of New Mexico
Post Office Box 2088
Santa Fe, New Mexico 87501

Reference: ARTHUR COWING CONNER, SILAS M. NEWTON

Dear Mr. Stamets:

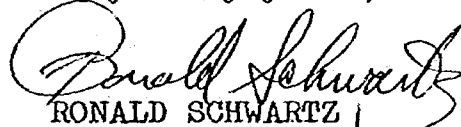
On September 25, 1973, I wrote you on behalf of this Department requesting your cooperation in the furnishing of certain records, information and materials concerning Silas M. Newton, and certain oil wells which were drilled within the State of New Mexico. The specific locations and numbers of the wells were given in that letter. Additionally, a list of the information requested was stated in that letter. This contained a request for information concerning ten points.

In regard to this matter we stated we had been investigating Mr. Newton as well as another individual named Conner in connection with violations of our State Corporate Securities Laws. In regard to this investigation the information requested was of a pertinent and essential nature.

In regard to your activities we certainly understand that you must be extremely busy as most governmental agencies appear to be. Based on our work load we understand this problem very clearly. I am writing this second letter in an effort to remind you of our request in our letter dated September 25, 1973, and to emphasize the need for this requested information. Again, we would appreciate any cooperation and information you can give us in connection with this matter. If we can be of service to you in connection with any matter, please feel free to contact this Department.

If you should need any further information, please feel free to contact this Department or the undersigned.

Very truly yours,


RONALD SCHWARTZ
Corporations Counsel

RS/ec
LOS ANGELES 90005
600 S. COMMONWEALTH AVENUE

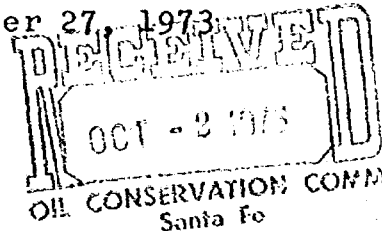
SACRAMENTO 95814
1025 P STREET

SAN DIEGO 92101
1350 FRONT STREET

SAN FRANCISCO 94108
600 CALIFORNIA STREET

September 27, 1973

Mr. William F. Carr
General Counsel
Oil Conservation Commission
State of New Mexico
Santa Fe, New Mexico



Re: Sycor Newton State L6350 Well
#1 located in Unit M of Section 10,
Twp. 23 Sou., Rge. 11 West, Luna
County, New Mexico.

Dear Mr. Carr:

I am in receipt of your docket of the Examiner Hearing to be held on Wednesday, Oct. 3, 1973. As I advised you by telephone and letter last August, certain creditors are endeavouring to complete negotiations with Mr. Weldon Guest and others for the purpose of reopening the above referenced test well. I feel certain that it will be in the interest of all concerned to complete the work as planned. There are certain legal matters that are to be resolved, at which time it is felt that work can go forward.

It will interest you to know that following my last communication with you I have had a trip to Deming where I met with Mr. Fredrick Sherman Administrator for the Estate of Sycor Newton in New Mexico. Mr. Sherman is a member of the New Mexico Bar and has offered his full cooperation in this matter. I talked with him by telephone today and he requested that you place him on your communications list in order that he may cooperate with your office.

I have been advised that Aetna Life and Casualty plan to have some one present at the hearing. It would be my desire to be present, however should I be unable to can you let me know of any alternate steps I may take in order to facilitate your continuation of the hearing to a later date.

Very Sincerely


Arthur C. Conner

cc. Fredrick Sherman tel. 505 546 8846
P. O. Box 850 Deming, New Mexico

R. E. Deming

938-9109

P.O. Box 36601

Los Angeles Ca 90036

213 938 9109

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

September 21, 1973

Mr. R. E. Deming
P. O. Box 1102
Silver City, New Mexico 88061

Aetna Life & Casualty Company
P. O. Box 2009
Denver, Colorado 80201

Mr. Arthur C. Conner
P. O. Box 36601
Los Angeles, California 90036

Mr. Sycor Newton
c/o Peru Milling Company
P. O. Box 29
Deming, New Mexico 88030

Attention: Mr. J. F. Young

CERTIFIED - RETURN
RECEIPT REQUESTED

Mr. John William Johnson
1707 Tucson Federal Tower
Tucson, Arizona

S. Taylor McBas
Peru Milling
Deming, New Mexico 88030

Re: Sycor Newton State L6350 Well
No. 1 located in Unit M of Section
10, Township 23 South, Range 11
West, Luna County, New Mexico,
Aetna Life and Casualty Company

Gentlemen:

Enclosed is a copy of the docket of the Examiner Hearing
to be held on Wednesday, October 3, 1973, at 9:00 a.m. in the
Oil Conservation Commission Conference Room, State Land Office
Building, Santa Fe, New Mexico. Case No. 5044 concerns the
subject matter.

Very truly yours,

WILLIAM F. CARR
General Counsel

WFC/dr
enclosure
cc: Oil Conservation Commission - Artesia

C
O
P
Y

August 9, 1973

P. O. Box 36601
Los Angeles, Calif. 90036

Oil and Gas Conservation Commission
State of New Mexico
P. O. Box 2088
Santa Fe, New Mexico

attn' Mr. William F. Carr Counsel

Dear Mr. Carr:

Reference our telephone conversation August 8,
1973, concerning Case #5044 Sycor Newton Lease.

We wish to confirm the request for a stay of
the Commission's order to plug and abandon the Newton
test hole on Section 10 T23S R11W. It is in the
interest of Creditors and the Estate to complete
negotiations with Mr. Weldon Guest and others to the
effect that the test hole be re-opened due to tangible
'shows' at various levels.

A decision by the Commission to continue the
hearing until the first Wednesday in October or
longer, is most needful and appreciated.

I am a creditor of the estate and am in touch
with most other creditors with similar objectives.

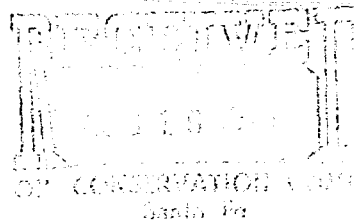
Very truly yours

Arthur C. Conner
Arthur C. Conner

copies to:

J. W. Johnson Associate Counsel (Estate)
Jesse Hamilton Counsel (Creditors)

ACC/mtf



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
P. O. BOX 2088 - SANTA FE

87501

August 14, 1973

I. R. TRUJILLO
CHAIRMAN

LAND COMMISSIONER
ALEX J. ARMJO
MEMBER

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

Mr. William Barrow, Special Investigator
Department of Corporations
600 S. Commonwealth Avenue
Los Angeles, California 90005

Dear Mr. Barrow:

Referring to your letter of August 8, 1973, this department regulates the drilling for and production of oil and gas and does not normally become involved with leasing. I shall forward a copy of your letter to the State Land Office for a response to your question as to lease ownership. Other sources of lease information would be the Federal Bureau of Land Management and the Clerk of the county wherein any such lease is thought to be located.

The following information of record with this office may be of some value to you. On December 28, 1971, this office approved a \$10,000 blanket plugging bond for S. M. Newton, P. O. Box 29, Deming, New Mexico. On January 18, 1972, a bond rider was approved changing the name of the principal to Sycor Newton. On January 20, 1972, approval was given for Sycor Newton to drill his State L6350 Well No. 1 located 660 FSL and 330 FWL of Section 10, Township 23 South, Range 11 West, Luna County, New Mexico. A report by the operator in late January, 1972, showed the drilling of the hole to 2,030 feet and the setting of 9 5/8 inch casing. No further official reports were received, however, evidence from scouts and logs shows that the well was apparently drilled to a depth of about 10,071 feet. On August 11, 1972, a bond rider requesting the change in name of the principal to Peru Milling Company was approved. No forms were ever filed under this name. The Commission scheduled a hearing for August 9, 1973, to permit Sycor Newton, Peru Milling Company, R. E. Deming, and Aetna Life and Casualty Company to appear and show cause why the subject well should not be plugged and abandoned. At the request of certain apparent creditors of the estate of Sycor Newton, this case was continued until October 3, 1973, in anticipation of work being done on the well by such interested parties.

Very truly yours,

R. L. STAMETS
Technical Support Chief

RLS/og

cc: Mr. William Carr ✓
Attorney for Oil Conservation Commission
Santa Fe, New Mexico

RECEIVED
 AUG 14 1973
 IN REPLY REFER TO:
 FILE NO.
 OIL CONSERVATION COMMA
 Santa Fe



Reference: MAGNETIC RESEARCH FOUNDATION, INC.
Arthur Cowing Conner
Silas M. Newton

The Department of Corporations of the State of California has the duty of enforcement of the Securities Law of the State. Information has been received that certain individuals have invested in oil and gas participations in the State of New Mexico through an Arthur C. Conner and Silas M. Newton, the latter having had an address, before his death, of Deming, New Mexico.

Your assistance in this investigation is appreciated.

Sincerely,

WILLIAM F. BARROW
Special Investigator

WFB/ec



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
P. O. BOX 2088 - SANTA FE
87501

July 30, 1973

I. R. TRUJILLO
CHAIRMAN
LAND COMMISSIONER
ALEX J. ARMIJO
MEMBER
STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

Mr. R.E. Deming
P. O. Box 1102
Silver City, New Mexico 88061

Aetna Life & Casualty Company
P. O. Box 2009
Denver, Colorado 80201

Mr. Sycor Newton
c/o Peru Milling Company
P. O. Box 29
Deming, New Mexico 88030

Attention: Mr. J.F. Young

Re: Sycor Newton State L 6350 Well
No. 1 located in Unit M of Section
10, Township 23 South, Range 11
West, Luna County, New Mexico,
Aetna Life and Casualty Company

Gentlemen:

Enclosed is a copy of the docket of the Examiner Hearing
to be held on Thursday, August 9, 1973, at 9:00 a.m. in the Oil
Conservation Commission Conference Room, State Land Office
Building, Santa Fe, New Mexico. Case No. 5044 concerns the
subject matter.

Very truly yours,

WILLIAM F. CARR
General Counsel

WFC/ac
enclosure
cc: Oil Conservation Commission - Artesia

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

May 21, 1973

Mr. Bill Gressett
Oil Conservation Commission
Drawer DD
Artesia, New Mexico 88210

Dear Bill:

I am enclosing a copy of a letter I have, today, sent to Sycor Newton, R. E. Deming, Peru Milling Company and Aetna Life and Casualty Co. If we receive no response to this letter by June 5, I will include it on the docket for a show cause hearing.

ed to my attention,
the time that you
has run out.

month, we discussed
because Governor
agrees to our
ore would appreciate

ir May 17 letters.

PLEASE FURNISH SERVICE(S) INDICATED BY CHECKED BLOCK(S).
REQUIRED FEE(S) PAID.

☐ Show to whom, date and address where delivered ☐ Deliver ONLY to addressee

RECEIPT
Received the numbered article described below.

REGISTERED NO. _____
CERTIFIED NO. **635897**
INSURED NO. _____

SIGNATURE OR NAME OF ADDRESSEE (Always always be filled in)
R. E. Deming
SIGNATURE OF ADDRESSEE'S AGENT, IF ANY
Judy Waldrop

DATE DELIVERED **MAY 22 1973**
SHOW WHERE DELIVERED (only if requested)

65-16-71548-11 847-138 GPO

WILLIAM F. CARR
General Counsel

WFC/dr
enclosure

OIL CONSERVATION COMMISSION

P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

May 21, 1973

CERTIFIED - RETURN
RECEIPT REQUESTED

Sycor Newton
c/o Peru Milling Company
P. O. Box 29
Daming, New Mexico 88030

Attention: Mr. J. F. Young

Re: State L-6350
#1-N Sec. 10-T-23-S, R-11-W
Luna County, New Mexico

Dear Mr. Young:

Attached are copies of letters from Mr. W. A. Grossett concerning the above-captioned well. This office has been informed that no response to either letter had been received as of May 15, 1973.

You are hereby notified that if you have not responded to these letters and filed the proper forms with the Oil Conservation Commission District II office in Artesia, New Mexico, by June 5, 1973, this matter will be set for hearing to show cause why this well should not be plugged and abandoned.

Yours very truly,

OIL CONSERVATION COMMISSION

WILLIAM F. CARR
Special Assistant Attorney General
Oil Conservation Commission

WFC/dr
enclosures

cc: Mr. W. A. Grossett
Aetna Life & Casualty Co.
R. E. Daming

*set show cause
hearing wfc
June 27, 1973*

C
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OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
P. O. DRAWER DD - ARTESIA
88210

October 2, 1972

GOVERNOR
BRUCE KING
CHAIRMAN
LAND COMMISSIONER
ALEX J. ARMIJO
MEMBER
STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

Sycor Newton
P. O. Box 29
Deming, New Mexico 88030

Attention: Mr. J. F. Young

Re: State L-6350
#1-M Sec. 10-T-23S-R-11W
Luna County, New Mexico

Dear Mr. Young:

On April 22, 1972, you advised this office by telephone that 5½" casing had been set and cemented in the subject well and that you would file a report within a few days. However, we did not receive the report and by letter dated June 30, 1972, we requested that Form C-103 be submitted at your earliest convenience. To date, we have not received the forms requested.

We are again requesting that you submit Commission Form C-103 reporting the setting and cementing of the 5½" casing, and all work performed subsequent to setting casing, (perforating and treating, etc.).

Failure to comply within 20 days will result in this matter being referred to our Attorney for further action. If you have any questions concerning this, please feel free to call upon me.

Sincerely yours,

W. A. Gressett
Supervisor, District II

WAG/ep

X/c Mr. George Hatch



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
P. O. DRAWER DD - ARTESIA
88210

GOVERNOR
BRUCE KING
CHAIRMAN
LAND COMMISSIONER
ALEX J. ARMIJO
MEMBER
STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

June 30, 1972

Sycor Newton
P. O. Box 29
Deming, New Mexico 88030

Re: State L-6350
#1-M-Sec. 10-23S-11W
Luna County, New Mexico

Attention: Mr. F. J. Young

Dear Mr. Young:

To date, this office has not received Commission Form C-103 reporting the setting and cementing of the 5½" casing.

Please submit this report at your earliest convenience including thereon all work (such as perforations and treatment) performed subsequent to setting casing.

Very truly yours,

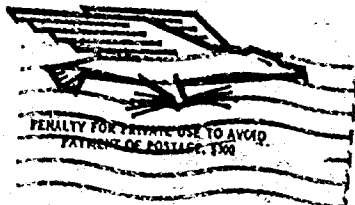
OIL CONSERVATION COMMISSION

W. A. Gressett

WAG/bw

xc

POST OFFICE DEPARTMENT
OFFICIAL BUSINESS



PENALTY FOR PRIVATE USE TO AVOID
PAYMENT OF POSTAGE, 13¢

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Print your name and address below. If you want to restrict delivery, or to have the address of delivery shown on this receipt, check block(s) on other side. Moisten gummed ends and attach this card to back of article.

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P. O. Box 2088

Santa Fe, New Mexico 87501

Legal Department

POST OFFICE DEPARTMENT
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Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Legal Department

RECEIPT FOR CERTIFIED MAIL—20¢

SENT TO Mr. R. E. Deming		POSTMARK OR DATE
STREET AND NO. P. O. Box 1102		
CITY, STATE, AND ZIP CODE Silver City, N.M.		
If you want a return receipt, check which <input type="checkbox"/> 10¢ shows to whom and when delivered <input type="checkbox"/> 35¢ shows to whom, when, and address where delivered		If you want delivery only to addressee, check here <input type="checkbox"/> 50¢ fee
FEES ADDITIONAL TO 20¢ FEE		

POD Form 3800 NO INSURANCE COVERAGE PROVIDED— (See other side)
July 1963 NOT FOR INTERNATIONAL MAIL

RECEIPT FOR CERTIFIED MAIL—30¢

SENT TO Sycor Newton		POSTMARK OR DATE
STREET AND NO. Peru Milling Co, Box 29		
P. O., STATE, AND ZIP CODE Deming, New Mexico		
EXTRA SERVICES FOR ADDITIONAL FEES Return Receipt Shows to whom and date delivered <input type="checkbox"/> 10¢ fee		Deliver to Addressee Only Shows to whom, date, and where delivered <input type="checkbox"/> 35¢ fee
<input type="checkbox"/> 50¢ fee		

POD Form 3800 NO INSURANCE COVERAGE PROVIDED— (See other side)
Mar. 1966 NOT FOR INTERNATIONAL MAIL

RECEIPT FOR CERTIFIED MAIL—20¢

SENT TO Aetna Life & Casualty Co.		POSTMARK OR DATE
STREET AND NO. P. O. Box 2009		
CITY, STATE, AND ZIP CODE Denver, Colorado		
If you want a return receipt, check which <input type="checkbox"/> 10¢ shows to whom and when delivered <input type="checkbox"/> 35¢ shows to whom, when, and address where delivered		If you want delivery only to addressee, check here <input type="checkbox"/> 50¢ fee
FEES ADDITIONAL TO 20¢ FEE		

POD Form 3800 NO INSURANCE COVERAGE PROVIDED— (See other side)
July 1963 NOT FOR INTERNATIONAL MAIL

NEW MEXICO OIL CONSERVATION COMMISSION

EXAMINER HEARING

SANTA FE, NEW MEXICO

Case 5044

Hearing Date

NOVEMBER 14, 1973

TIME: 9 A.M.

NAME	REPRESENTING	LOCATION
J. C. Raney	Pennzoil Co.	Midland, Tex
E. R. Manning	El Paso Natural	El Paso, Tex
NEIL J. BECK	EL PASO NATURAL GAS	EL PASO, TX,
LEWIS J BICKING Jr	HARDING OIL CO.	DALLAS TX.
James H. Hunter	" " "	Roswell
Paul Carter	Hunter, Bondant et al	Roswell
Foy W. Boyd Jr.	Per. Cons. Serv.	MIDLAND, Tex.
R. J. Zonne	Self	Midland, Tex.
Roy C. Williamson, Jr.	Sipes, Williams & Aycock Eng. for Harding Oil Co.	Midland
John Keesey	Sipes, Williams & Aycock	Midland
Ralph Gray	Windjohn Oil Co	Artesia
Fred G. Watson	Windjohn Oil Co.	Artesia, N.M.
Jim Henry	DAVID FASKEN	MIDLAND, TEX
Jason W. Kallala	Kallala & Co	Late 74
Tom Kallala	"	"
Owen Lopez	Woodbury, Tolson, & Higgins	Santa Fe
C. R. Applebaum		Santa Fe

NEW MEXICO OIL CONSERVATION COMMISSION

EXAMINER HEARING

SANTA FE _____, NEW MEXICO

Hearing Date NOVEMBER 14, 1973 TIME: 9 A.M.

NOVEMBER 14, 1973

TIME: 9 A.M.

[illegible]

dearnley, meier & associates

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1216 FIRST NATIONAL BANK BLDG. EAST • ALBUQUERQUE, NEW MEXICO 87108

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BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
OIL CONSERVATION COMMISSION CONFERENCE ROOM
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO
Wednesday, November 14, 1973

IN THE MATTER OF:

In the matter of the hearing called
by the Oil Conservation Commission
on its own motion to permit Sycor Newton,
Peru Milling Company, R. E. Deming and
Aetna Life and Casualty Company and all
other interested parties to appear and
show cause why the State L 6350 Well No. 1
located in Unit M of Section 10, Township
23 South, Range 11 West, Luna County, New
Mexico, should not be plugged and abandoned
in accordance with a Commission-approved
plugging program.

Case No. 5044

BEFORE: Daniel S. Nutter,
Examiner

TRANSCRIPT OF EXAMINER HEARING

1 MR. NUTTER: The hearing will come to order, please.
2 The first case this morning will be Case Number 5044.

3 MR. DERRYBERRY: Case 5044, (Continued from the
4 October 3, 1973, Examiner Hearing), in the matter of the
5 hearing called by the Oil Conservation Commission on
6 its own motion to permit Sycor Newton, Peru Milling
7 Company, R. E. Deming and Aetna Life and Casualty
8 Company and all other interested parties to appear
9 and show cause why the State L 6350 Well No. 1 located
10 in Unit M of Section 10, Township 23 South, Range 11 West,
11 Luna County, New Mexico, should not be plugged and
12 abandoned in accordance with a Commission-approved
13 plugging program.

14 MR. NUTTER: Call for appearances in Case Number
15 5044, please.

16 MR. CARR: I'm William F. Carr appearing for the
17 Commission. We have one witness.

18 MR. NUTTER: Any other appearances? Mr. Carr,
19 would you proceed?

20 MR. CARR: We have one witness to be sworn, Mr.
21 Gressett.

22 W. A. GRESSETT,

23 a Witness, having been first duly sworn according to law,
24 upon his oath testified as follows,
25

DIRECT EXAMINATION

BY MR. CARR:

Q Will you state your name, position and place of residence, please?

A W. A. Gressett, District Supervisor for the Oil Conservation Commission, District 2, Artesia, New Mexico.

Q Mr. Gressett, does District 2 include the part of Luna County involved in this case?

A Yes, sir. It does.

Q Do your duties as District Supervisor include making recommendations to the Commission as to when wells should be plugged and abandoned?

A Yes. They do.

Q Are you familiar with the subject matter of Case 5044?

A Yes, sir.

Q Are you also familiar with the State L 6350 Well Number 1 located in Unit M of Section 10, Township 22 South, Range 11 West?

MR. NUTTER: 23 South, I believe it is.

Q All right. 23 South.

A Yes.

Q Have you reviewed all reports filed with the Commission concerning this well?

A Yes, sir. I have.

dearnley, meier & associates

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1 Q Do you have these records with you?

2 A Yes, sir.

3 Q Mr. Gressett, will you please refer to these records and
4 give us the history of the well as reflected therein?

5 A Permit to drill this well was received in our office
6 on December 2, 1971. It was subsequently approved.
7 Then on January 31st, 1972, we received reports stating
8 that the well had been spudded, drilled to a total
9 depth of 2,030 feet, the 9-5/8 inch casing had been
10 set and cemented.

11 Then on April the 22nd I had a telephone call
12 that they had set and cemented 5-1/2 casing and that
13 a report would be coming in in the next few days.
14 I did not receive that.

15 So on June 30, I wrote a letter requesting that
16 this form be filed. I didn't hear from them on that;
17 and on October the 2nd, 1972, I wrote asking again
18 that these forms be submitted and if there was failure
19 then to comply that this would be referred to our
20 attorney for further action.

21 To date, I have not heard anything.

22 Q Mr. Gressett, what was the date of the last official
23 form filed with the Commission concerning this well?

24 A January 31st, 1972.

25 Q Do you have any other correspondence which should be

1 called to the Commission's attention at this time?

2 A Just the letters, my letters to the operator and your
3 letters to them.

4 Q Okay. What type of plugging program do you recommend
5 for this well?

6 A Inasmuch as we don't have a great deal of information
7 on this well, I'd recommend that the plugging be
8 determined at the time the well is plugged inasmuch as
9 there will be some casing to be recovered and we won't
10 know how much until we start to plug it.

11 Q And you do recommend at this time that the well be
12 plugged and abandoned?

13 A Yes, sir. I do.

14 MR. CARR: I have no further questions.

15 CROSS-EXAMINATION

16 BY MR. NUTTER:

17 Q Would it be your intention that when the well is
18 plugged that you would be on the site to witness the
19 plugging and that you would prescribe a plugging program
20 on the site?

21 A Either I would be there or a representative of the
22 office would be.

23 Q Either you or your representative would be present?

24 A That's correct.

25 Q And prescribe the plugging program played by ear, so to

1 speak?

2 A Yes.

3 MR. NUTTER: Do you have anything further, Mr. Carr?

4 MR. CARR: No. I have a brief statement I'd like
5 to make.

6 MR. NUTTER: Fine, sir. Does anyone have anything
7 they wish to offer in Case Number 5044 or any questions
8 of Mr. Gressett? He may be excused. Mr. Carr?

9 MR. CARR: Mr. Examiner, the Commission originally
10 set this plugging case for hearing on June 27th. We
11 have continued it month by month since that time, and
12 each time it received communication from a man named
13 Mr. Arthur Conner who purports to represent a group of
14 creditors in California.

15 Mr. Newton has since died, and there is an
16 administrator for this estate. We have been in contact
17 with him. When we continued this case to this date,
18 we informed them if they wanted to avoid having the
19 well plugged and abandoned they would have to come at
20 this time. If not, we would provide, we would request
21 that the Examiner make a recommendation that the
22 well be so-plugged.

23 MR. NUTTER: You have been in contact with the
24 administrator of the estate?

25 MR. CARR: That's right, and we also received

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1 a letter from Mr. Eugene Payne in Carlsbad who is an
2 attorney who opposed the plugging of the well. He has
3 a lien on certain equipment downhole that he is now
4 going to court to pursue; and he was hopeful that we
5 would be able to continue it again.

6 However, we have given them every opportunity to
7 come in; and we have been unable to get any response
8 except a standard letter.

9 MR. NUTTER: You are requesting an order from the
10 Commission at this time ordering the well plugged.

11 MR. CARR: That is correct.

12 MR. NUTTER: Does anyone have anything they wish
13 to offer in Case 5044? We will take the case under
14 advisement.

15 * * * * *

25

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C E R T I F I C A T E

I, JANET RUSSELL, a Court Reporter, in and for the
County of Bernalillo, State of New Mexico, do hereby certify
that the foregoing and attached Transcript of Hearing before
the New Mexico Oil Conservation Commission was reported by me;
and that the same is a true and correct record of the said
proceedings to the best of my knowledge, skill and ability.

Janet Russell
COURT REPORTER

I do hereby certify that the foregoing is
a true and correct record of the proceedings in
the hearing of Case No. 5044
heard by me on 10/14, 19 73
[Signature], Examiner
New Mexico Oil Conservation Commission

dearnley, meier & associates

DUE, NEW MEXICO 87103
NEW MEXICO 87108

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I N D E X

WITNESS:

PAGE

W. A. GRESSETT

Direct Examination by Mr. Carr

3

Cross-Examination by Mr. Nutter

5

No. 011387

RECEIPT FOR CERTIFIED MAIL—30¢ Case 5044

SENT TO Mr. Sycor Newton c/o Peru Milling Company		POSTMARK OR DATE
STREET AND NO. P. O. Box 29		
P. O., STATE, AND ZIP CODE Deming, New Mexico 88030		
EXTRA SERVICES FOR ADDITIONAL FEES		
Shows to whom and date delivered <input type="checkbox"/> 10¢ fee	Shows to whom, date, and where delivered <input type="checkbox"/> 35¢ fee	Deliver to Addressee Only <input type="checkbox"/> 50¢ fee

POD Form 3800 Mar. 1966 NO INSURANCE COVERAGE PROVIDED— (See other side)
NOT FOR INTERNATIONAL MAIL

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POST OFFICE DEPARTMENT
OFFICIAL BUSINESS

Case No. 5044

Mr. Sycor Newton
c/o Peru Milling Company
P. O. Box 29
Deming, New Mexico 88030

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rescind delivery, or to have the address of delivery
shown on this receipt, check block(s) on other side.
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Santa Fe, New Mexico 87501

dearnley, meier & associates

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BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
CONFERENCE ROOM, STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO
October 3, 1973

EXAMINER HEARING

IN THE MATTER OF:

Case No. 5044

The hearing called by the Oil Conservation
Commission on its own motion to permit
Sycor Newton, Peru Milling Company,
R. E. Deming and Aetna Life and Casualty
Company and all other interested parties
to appear and show cause why the
State L 6350 Well No. 1 located in Unit M
of Section 10, Township 23 South,
Range 11 West, Luna County, New Mexico,
should not be plugged and abandoned in
accordance with a Commission-approved
plugging program. Continued from the
August 9, 1973, Examiner Hearing.

BEFORE: RICHARD L. STAMETS,
Examiner.

TRANSCRIPT OF HEARING

dearnley, meier & associates

209 SIMMS BLDG., P.O. BOX 1092, PHONE 243-0631, ALBUQUERQUE, NEW MEXICO 87103
1216 FIRST NATIONAL BANK BLDG. EAST, ALBUQUERQUE, NEW MEXICO 87108

1 MR. STAMETS: We will call first today Case 5044.

2 MR. DERRYBERRY: Case 5044, continued from
3 the August 9, 1973, Examiner Hearing. In the matter of the
4 hearing called by the Oil Conservation Commission on its own
5 motion to permit Sycor Newton, Peru Milling Company, R. E.
6 Deming and Aetna Life and Casualty Company and all other
7 interested parties to appear and show cause why the State L
8 6350 Well No. 1 located in Unit M of Section 10, Township 23
9 South, Range 11 West, Luna County, New Mexico, should not
10 be plugged and abandoned in accordance with a Commission-
11 approved plugging program.

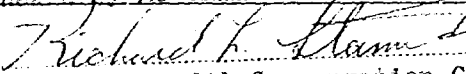
12 MR. STAMETS: Are there any appearances in this
13 case? The interested parties in this case have requested this
14 be continued for another 30 days. The Commission will
15 continue this case until November 14.

16 C E R T I F I C A T E

17 I, JANET RUSSELL, a Court Reporter, in and for the
18 County of Bernalillo, State of New Mexico, do hereby certify
19 that the foregoing and attached Transcript of Hearing before
20 the New Mexico Oil Conservation Commission was reported by
21 me; and that the same is a true and correct record of the said
22 proceedings to the best of my knowledge, skill and ability.

23 
24 COURT REPORTER

25 I do hereby certify that the foregoing is
a complete record of the proceedings in
the Examiner hearing of Case No. 5044
heard by me on October 3, 1973.


Richard H. Stamm, Examiner
New Mexico Oil Conservation Commission

dearnley, meier & associates

209 SIMMS BLDG., P.O. BOX 1092, PHONE 243-6601, ALBUQUERQUE, NEW MEXICO 87103
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BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
CONFERENCE ROOM, STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO
August 9, 1973

EXAMINER HEARING

IN THE MATTER OF:

Case No. 5044

Hearing called by the Oil Conservation
Commission on its own motion to permit
Sycor Newton, Peru Milling Company,
R. E. Deming and Aetna Life and
Casualty Company and all other interested
parties to appear and show cause why
State L 6350 Well No. 1, in Unit M of
Section 10, Township 23 South, Range 11 West,
Luna County, New Mexico, should not be
plugged and abandoned.

BEFORE: ELVIS A. UTZ,
Examiner.

TRANSCRIPT OF HEARING

dearnley, meier & associates

209 SIMMS BLDG., P.O. BOX 1092, PHONE 243-6601, ALBUQUERQUE, NEW MEXICO 87103
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1 MR. UTZ: 5044.

2 MR. CARR: In the matter of the hearing called by
3 the Oil Conservation Commission on its own motion to
4 permit Sycor Newton, Peru Milling Company, R. E. Deming
5 and Aetna Life and Casualty Company and all other
6 interested parties to appear and show cause why the
7 State L 6350 Well No. 1 located in Unit M of Section 10,
8 Township 23 South, Range 11 West, Luna County, New
9 Mexico, should not be plugged and abandoned in accordance
10 with a Commission-approved plugging program.

11 Mr. Chairman, we have received a correspondence
12 from Arthur C. Connor, he was with a distributor of the
13 State and Sycor Newton. They have requested that this
14 be continued to October 3, to give an opportunity to
15 make arrangements to reforge this well and to put it
16 on production.

17
18 STATE OF NEW MEXICO)
19 COUNTY OF BERNALILLO) SS.

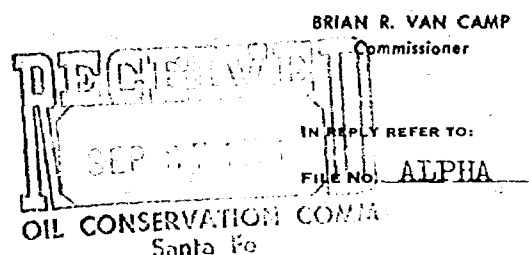
20 I, CLAUDIA FAHRENTHOLD, a Court Reporter, in and for the
21 County of Bernalillo, State of New Mexico, do hereby certify
22 that the foregoing and attached Transcript of Hearing before
the New Mexico Oil Conservation Commission was reported by me;
and that the same is a true and correct record of the said
proceedings to the best of my knowledge, skill and ability.

23 I do hereby certify that the foregoing Claudia J. Fahrenthold
24 a complete record of the proceedings in COURT REPORTER
the Examiner hearing of Case No. 5044
25 heard by me on Aug 9, 1973

[Signature] Examiner
New Mexico Oil Conservation Commission

DEPARTMENT OF CORPORATIONS

Los Angeles, California
September 25, 1973



Mr. R. L. Stamets, Technical Support Chief
Oil Conservation Commission
State of New Mexico
Post Office Box 2088
Santa Fe, New Mexico 87501

Reference: ARTHUR COWING CONNER; SILAS M. NEWTON

Dear Mr. Stamets:

This Department is currently conducting an investigation into the above-named subjects (Conner and Newton), regarding possible violations of the California Corporate Securities Laws. Among these is the violation of Section 25110 of the California Corporations Code concerning the offer or sale of a certificate of interest or participation in an oil, gas or mining title or lease or in payments out of production under such a title or lease. In connection with our investigation we have contacted numerous victims within the State of California.

Our information indicates that your records show that Mr. Silas M. Newton drilled in the State of New Mexico a well given the number State L-6350, Well No.1, 660 feet from the South line and 330 feet from the West line of Section 10, Township 23 South, Range 11 West, Luna County, New Mexico in early 1972. Further information shows that the well was drilled to a total depth of about 10,071 feet. Our information also shows that a second well in Section 3 was not started and a Notice of Intention to Drill was canceled on July 20, 1972.

We have information that a hearing⁵ scheduled before the Commission on August 9, 1973, to force the plugging of the abandoned well in Section 10. However, we understand the hearing was continued by interested parties to October 3, 1973.

As a result of our investigation on the above information

September 25, 1973

Mr. R. L. Stamets, Technical Support Chief
Re: ARTHUR COWING CONNER; SILAS M. NEWTON

ALPHA

we would appreciate information in the following areas:
I would relate that this counsel has conferred with Douglas Dowell, our staff engineer, in regard to some of the information contained in the questions to follow:

1. In regard to the wells drilled by Newton and Conner described above, we would appreciate being advised if any electric logs were filed with the Oil Conservation Commission; and the results of those logs, if any.
2. We would like to be advised of what other information was filed with the Commission regarding tests of the well. (will file) 2 1/2
3. We would appreciate being sent any information regarding any possibility of production from the above-described well.
4. We would like to be advised of any other wells in the State of New Mexico under the name of Silas M. Newton or Arthur Cowing Conner; or Magnetic Research Foundation, Inc.
5. We would appreciate being advised of your reasons for wishing to plug the well.
6. We would like to be advised of who the interested parties are in requesting a hearing in connection with the plugging of the well.
7. We would like to know who was recorded as having title to the wells on your records prior to the time of the hearing. Our information shows that Mr. Newton died some time in December of 1972. We would like to know what your records show as to who is the record owner of those wells at this time.
8. We would like to be advised of any information you have in regard to who drilled the first well in Section 10. Was this work done by a contractor or Newton himself?

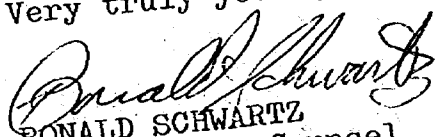
September 25, 1973
Mr. R. L. Stamets, Technical Support Chief
Re: ARTHUR COWING CONNER; SILAS M. NEWTON ALPHA

9. We would like to be advised of the availability of a transcript of the hearing concerning the plugging of the abandoned well.
10. We would appreciate any other information in regard to a description of the operation or productivity of the well.

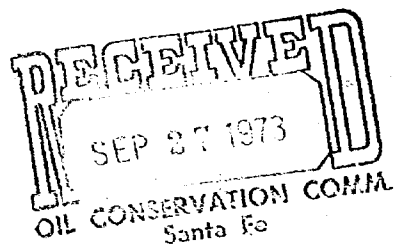
We would appreciate it if you would forward this information to us at your earliest convenience. If you should have any questions in regard to this letter, please feel free to contact this Department or the undersigned.

Again, we would thank you very much for your cooperation in connection with this matter and our investigation.

Very truly yours,


RONALD SCHWARTZ
Corporations Counsel
(213) 620 3635

RS:hjb





OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
P. O. DRAWER DD - ARTESIA
88210

October 2, 1972

GOVERNOR
BRUCE KING
CHAIRMAN

LAND COMMISSIONER
ALEX J. ARMJO
MEMBER

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

Sycor Newton
P. O. Box 29
Deming, New Mexico 88030

Attention: Mr. J. F. Young

Re: State L-6350
#1-M Sec. 10-T-23S-R-11W
Luna County, New Mexico

Dear Mr. Young:

On April 22, 1972, you advised this office by telephone that 5½" casing had been set and cemented in the subject well and that you would file a report within a few days. However, we did not receive the report and by letter dated June 30, 1972, we requested that Form C-103 be submitted at your earliest convenience. To date, we have not received the forms requested.

We are again requesting that you submit Commission Form C-103 reporting the setting and cementing of the 5½" casing, and all work performed subsequent to setting casing, (perforating and treating, etc.).

Failure to comply within 20 days will result in this matter being referred to our Attorney for further action. If you have any questions concerning this, please feel free to call upon me.

Sincerely yours,

W. A. Gressett

W. A. Gressett
Supervisor, District II

WAG/ep

X/c Mr. George Hatch ✓

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

CASE NO. 5044
Order No. R-4673

IN THE MATTER OF THE HEARING CALLED
BY THE OIL CONSERVATION COMMISSION ON
ITS OWN MOTION TO PERMIT SYCOR NEWTON,
PERU MILLING COMPANY, R.E. DEMING, AND
AETNA LIFE AND CASUALTY COMPANY AND
ALL OTHER INTERESTED PARTIES TO APPEAR
AND SHOW CAUSE WHY THE STATE L 6350
WELL NO. 1 LOCATED IN UNIT M OF SECTION
10, TOWNSHIP 23 SOUTH, RANGE 11 WEST,
LUNA COUNTY, NEW MEXICO, SHOULD NOT BE
PLUGGED AND ABANDONED IN ACCORDANCE WITH
A COMMISSION-APPROVED PLUGGING PROGRAM.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on November 14, 1973, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 20th day of November, 1973, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That Sycor Newton, Peru Milling Company, and R.E. Deming are the owners and operators of the State L 6350 Well No. 1, located in Unit M of Section 10, Township 23 South, Range 11 West, NMPM, Luna County, New Mexico.

(3) That in order to prevent waste and protect correlative rights and protect fresh water, said State L 6350 Well No. 1 should be plugged and abandoned in accordance with a program approved by the Artesia District Office of the New Mexico Oil Conservation Commission on or before February 15, 1974.

IT IS THEREFORE ORDERED:

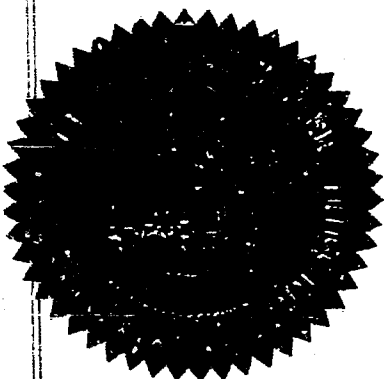
(1) That Sycor Newton, Peru Milling Company, R.E. Deming, and Aetna Life and Casualty Company are hereby ordered to plug and abandon the State L 6350 Well No. 1, located in Unit M of Section 10, Township 23 South, Range 11 West, NMPM, Luna County, New Mexico, on or before February 15, 1974.

-2-
CASE NO. 5744
Order No. R-4673

(2) That Sycor Newton, Peru Milling Company, R.E. Deming, and Aetna Life and Casualty Company, prior to plugging and abandoning the above-described well, shall obtain from the Artesia Office of the Commission, a Commission-approved program for said plugging and abandoning, and shall notify said Artesia Office of the date and hour said work is to be commenced whereupon the Commission may, at its option, witness such work.

(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.



STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

[Signature]
I. R. TRUJILLO, Chairman

ALEX J. ARMILIO, Member

A. L. Porter Jr.
A. L. PORTER, JR., Member & Secretary

S E A L

Memo

From

To Mr. Connor —
(213) 938-9109

Ronald Schwartz
(213) 620 3635

3r/

POST OFFICE DEPARTMENT
OFFICIAL BUSINESS
Case No. 5044
R. E. Deming
Silver City, New Mexico 88061



POSTMARK OF DELIVERING OFFICE

Print your name and address below. If you want to restrict delivery, or to have the address of delivery shown on this receipt, check block(s) on other side. Moisten gummed ends and attach this card to back of article.

RETURN
TO

Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

POST OFFICE DEPARTMENT
OFFICIAL BUSINESS

Case No. 5044
Aetna Life & Casualty Co
P. O. Box 2009
Denver, Colorado 80201



POSTMARK OF DELIVERING OFFICE

Print your name and address below. If you want to restrict delivery, or to have the address of delivery shown on this receipt, check block(s) on other side. Moisten gummed ends and attach this card to back of article.

RETURN
TO

Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

RECEIPT FOR CERTIFIED MAIL—30¢ Case 5044

SENT TO		POSTMARK OR DATE
Aetna Life & Casualty Co.		
STREET AND NO. P. O. Box 2009		
P. O., STATE, AND ZIP CODE Denver Colorado 80201		
EXTRA SERVICES FOR ADDITIONAL FEES		
Shows to whom and date delivered <input type="checkbox"/> 10¢ fee	Return Receipt Shows to whom, date, and where delivered <input type="checkbox"/> 35¢ fee	Deliver to Addressee Only <input type="checkbox"/> 50¢ fee

POD Form 3800 Mar. 1966 NO INSURANCE COVERAGE PROVIDED— (See other side)
NOT FOR INTERNATIONAL MAIL

No. 011386

Case 5044
Santa Fe, New Mexico 87501
P. O. Box 2088
Oil Conservation Commission

SENDER INSTRUCTIONS
Print in the space below your name, address, including ZIP Code.
• If special services are desired, check block(s) on other side.
• Moisten gummed ends and attach to back of article.



PENALTY FOR PRIVATE
USE TO AVOID PAYMENT
OF POSTAGE, \$300

U.S. POSTAL SERVICE
OFFICIAL BUSINESS

RECEIPT FOR CERTIFIED MAIL—20¢ Case 5044

SENT TO		POSTMARK OR DATE
R. E. Deming		
STREET AND NO. P. O. Box 1102		
CITY, STATE, AND ZIP CODE Silver City, N.M. 88061		
If you want a return receipt, check which		
<input type="checkbox"/> 10¢ shows to whom and when delivered	<input type="checkbox"/> 35¢ shows to whom, when, and address where delivered	If you want delivery only to addressee, check here <input type="checkbox"/> 50¢ fee

FEES ADDITIONAL TO 20¢ FEE
POD Form 3800 July 1963 NO INSURANCE COVERAGE PROVIDED— (See other side)
NOT FOR INTERNATIONAL MAIL

No. 635947

DOCKET: EXAMINER HEARING - WEDNESDAY - NOVEMBER 14, 1973

9 A.M. - OIL CONSERVATION COMMISSION CONFERENCE ROOM,
STATE LAND OFFICE BUILDING - SANTA FE, NEW MEXICO

The following cases will be heard before Daniel S. Nutter, Examiner, or Richard L. Stamets, Alternate Examiner:

CASE 5044: (Continued from the October 3, 1973, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Sycor Newton, Peru Milling Company, R. E. Deming and Aetna Life and Casualty Company and all other interested parties to appear and show cause why the State L 6350 Well No. 1 located in Unit M of Section 10, Township 23 South, Range 11 West, Luna County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 5098: Application of R. J. Zonne for special pool rules, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a Morrow gas pool for his Federal Well No. 1 located in Unit G of Section 20, Township 22 South, Range 32 East, Lea County, New Mexico, and the promulgation of special rules therefor, including a provision for 640-acre spacing.

CASE 4849: (Reopened)

In the matter of Case No. 4849 being reopened pursuant to the provisions of Order No. R-4436 which order established temporary special rules for the Humble City-Atoka Pool, Lea County, New Mexico, including a provision for 80-acre spacing. All interested parties may appear and show cause why said pool rules should remain in effect.

CASE 5099: Application of Pennzoil Company for a pool creation, special pool rules and an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a Wolfcamp gas pool for its Moore Com Well No. 1 located at an unorthodox Wolfcamp location 2310 feet from the South line and 660 feet from the East line of Section 23, Township 22 South, Range 26 East, Eddy County, New Mexico, and the promulgation of special pool rules therefor, including a provision for 320-acre spacing.

CASE 5100: Application of Estill Production Corporation for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests underlying the W/2 of Section 21, Township 18 South, Range 33 East, South Corbin-Morrow Gas Pool, Lea County, New Mexico, to be dedicated to a well to be drilled at a standard location for said unit. Also to be considered will be the cost of drilling and completing said well and the allocation of such costs, as well as actual operating costs and charges for supervision. Also to be considered is the designation of applicant as operator of the well and a charge for risk involved in drilling said well.

- CASE 5101: Application of Southern Union Production Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox gas well location for its McKittrick-Federal Well No. 1 at a point 2390 feet from the North line and 830 feet from the East line of Section 14, Township 22 South, Range 24 East, Eddy County, New Mexico, the E/2 of said Section 14 to be dedicated to the well.
- CASE 5102: Application of Anne Burnett Tandy dba Windfohr Oil Company for two waterflood projects, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute two waterflood projects by the injection of water into the Grayburg and San Andres formations through 6 wells on its Jackson "B" Lease and through 3 wells on its Gissler "B" Lease, located in Sections 1 and 11, respectively, Township 17 South, Range 30 East, Square Lake Pool, Eddy County, New Mexico.
- CASE 5103: Application of David Fasken for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox gas well location at a point 1000 feet from the North and West lines of Section 32, Township 20 South, Range 25 East, Indian Hills-Morrow Gas Pool, Eddy County, New Mexico.
- CASE 5104: Application of El Paso Natural Gas Company for a dual completion, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion of its Rocky Arroyo "C" Well No. 1 located in Unit F of Section 8, Township 22 South, Range 22 East, Rocky Arroyo Field, Eddy County, New Mexico, in such a manner as to produce gas from the Canyon formation and gas from the Morrow formation through the casing-tubing annulus and through the tubing, respectively.
- CASE 5105: Application of Stallworth Oil and Gas for an unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox oil well location at a point 760 feet from the North line and 860 feet from the West line of Section 11, Township 9 South, Range 33 East, Vada-Pennsylvanian Pool, Lea County, New Mexico, as an exception to the provisions of Rule 4 of Order No. R-3179-A.
- CASE 5106: Application of Read & Stevens, Inc. for an unorthodox gas well location, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox gas well location for its Harris Federal Well No. 2 at a point 990 feet from the North line and 2310 feet from the West line of Section 24, Township 15 South, Range 27 East, Buffalo Valley-Pennsylvanian Gas Pool, Chaves County, New Mexico, as an exception to Rule 2 of Order No. R-1670-H, the N/2 of said Section 24 to be dedicated to said well.

Examiner Hearing - Wednesday - November 14, 1973

Docket No. 32-73
-3-

CASE 5107: Southeastern nomenclature case calling for the extension of certain pools in Lea County, New Mexico.

(a) Extend the Antelope Ridge-Atoka Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 24 SOUTH, RANGE 34 EAST, NMPM
Section 2: S/2

(b) Extend the Blinebry Oil Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 36 EAST, NMPM
Section 1: SE/4
Section 12: NE/4

(c) Extend the Blinebry Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 36 EAST, NMPM
Section 1: SE/4
Section 12: NE/4

(d) Extend the Drinkard Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM
Section 12: SW/4

(e) Extend the South Eunice-San Andres Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
Section 2: SE/4

(f) Extend the Flying "M"-San Andres Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 9 SOUTH, RANGE 33 EAST, NMPM
Section 7: SE/4
Section 8: SW/4
Section 17: N/2 NW/4

(g) Extend the West Garrett-Devonian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 38 EAST, NMPM
Section 31: SE/4

Examiner Hearing - Wednesday - November 14, 1973

Docket No. 32-73

-4-

(h) Extend the High Plains-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 14 SOUTH, RANGE 34 EAST, NMPM
Section 26: NW/4

CASE 5114: Application of Texaco Inc. and Perry R. Bass for compulsory pooling and an unorthodox location, Lea County, New Mexico. Applicants, in the above-styled cause, seek an order pooling all mineral interests underlying the W/2 of Section 32, Township 20 South, Range 33 East, South Salt Lake-Morrow Gas Pool, Lea County, New Mexico, to be dedicated to the well currently being drilled by Amini Oil Company at an unorthodox location for said 320-acre unit at a point 990 feet from the South line and 1980 feet from the West line of said Section 32.

Memo

From

To

SYCOR Newton —

Read into record
letter from Mr. Payne (Carlsbad)

him on pipe in hole
working w/ Sherman
support continuance

CASE 4745: (Reopened)

In the matter of Case No. 4745 being reopened pursuant to the provisions of Order No. R-4365, which order established special rules and regulations for the Penasco Draw San Andres-Yeso Pool, Eddy County, New Mexico, including a provision for classification of oil wells and gas wells, the spacing thereof, and a limiting gas-oil ratio of 3000 to 1. All interested parties may appear and show cause why said pool rules should remain in effect.

CASE 5042: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Everett D. Burgett and Fireman's Fund American Insurance Companies and all other interested parties to appear and show cause why the Pure State Wells Nos. 1, 2, 3, and 7 located in Units J, J, O, and O, respectively, of Section 15, Township 21 South, Range 27 East, Eddy County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 5043: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Kent Shannon and American Employers' Insurance Company and all other interested parties to appear and show cause why the Chaparral Tejano Well No. 1 located in Unit D of Section 10, Township 7 South, Range 26 East, Chaves County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 5044: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Sycor Newton, Peru Milling Company, R. E. Deming and Aetna Life and Casualty Company and all other interested parties to appear and show cause why the State L 6350 Well No. 1 located in Unit M of Section 10, Township 23 South, Range 11 West, Luna County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 5045: Application of Southern Union Production Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to re-enter the Wilson Federal Well No. 1 at an unorthodox location 2310 feet from the North line and 990 feet from the East line of Section 13, Township 22 South, Range 24 East, Eddy County, New Mexico, and to deepen said well to the Morrow formation, the N/2 of said Section 13 to be dedicated to the well.

CASE 5036: (Continued from the July 25, 1973, Examiner Hearing)

Application of The Wil-Mc Oil Corporation for salt water disposal, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water in the San Andres formation in the perforated interval from 4208 feet to 4282 feet in its Champlin State Well No. 1 located in Unit M of Section 3, Township 8 South, Range 33 East, Chaveroo-San Andres Pool, Chaves County, New Mexico.

DOCKET: EXAMINER HEARING - THURSDAY - AUGUST 9, 1973

9 A.M. - OIL CONSERVATION COMMISSION CONFERENCE ROOM,
STATE LAND OFFICE BUILDING - SANTA FE, NEW MEXICO

The following cases will be heard before Elvis A. Utz, Examiner, or Daniel S. Nutter, Alternate Examiner:

- ALLOWABLE: (1) Consideration of the allowable production of gas for September, 1973, from seventeen prorated pools in Lea, Eddy, Roosevelt and Chaves Counties, New Mexico;
- (2) Consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, for September, 1973.

CASE 4933: (Readvertised)

Application of Texaco Inc. for salt water disposal, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Delaware formation through the perforated interval from 4280 feet to 4288 feet in its R. T. Wilson Federal Well No. 5 located in Unit J of Section 24, Township 26 South, Range 31 East, North Mason-Delaware Pool, Eddy County, New Mexico.

CASE 5040: Application of Wallen Production Company for a pressure maintenance project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a pressure maintenance project by the injection of water into the Yates Seven-Rivers formation in its Federal Well No. 2 located in Unit C of Section 20, Township 20 South, Range 34 East, North Lynch Yates-Seven Rivers Pool, Lea County, New Mexico.

CASE 5041: Application of W. T. Wynn for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Kaiser Lake Unit Area comprising 960 acres, more or less, of federal and fee lands in Township 18 South, Ranges 26 and 27 East, Eddy County, New Mexico.

CASE 4789: (Reopened)

In the matter of Case No. 4789 being reopened pursuant to the provisions of Order No. R-4375, which order established special rules and regulations for the Many Gates-Abo Pool, Chaves County, New Mexico, including a provision for 80-acre proration units. All interested parties may appear and show cause why said pool should not be developed on 40-acre spacing.

CASE 4548: (Reopened)

In the matter of Case No. 4548 being reopened pursuant to the provisions of Order No. R-4157, which order established special rules and regulations for the Catclaw Draw-Morrow Gas Pool, Eddy County, New Mexico, including a provision for 640-acre proration units. All interested parties may appear and show cause why said pool should not be developed on 320-acre spacing.

(Case 5072 continued from Page 1)

authority to institute a pilot waterflood project by the injection of water into the Hospah sand of the Gallup formation in the open-hole interval from 734 feet to 744 feet in its Santa Fe Pacific Well No. 6-Y located 2013 feet from the North line and 2003 feet from the East line of Section 29, Township 16 North, Range 6 West, undesignated Gallup Pool, McKinley County, New Mexico.

CASE 5055: (Continued and Readvertised)

Application of Merrion & Bayless for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Gallup, Greenhorn, and Dakota oil and gas production within the wellbore of the Canada Mesa Well No. 3 located in Unit A of Section 14, Township 24 North, Range 6 West, Devils Fork Field, Rio Arriba County, New Mexico.

CASE 5073: Application of Belco Petroleum Corporation for a non-standard gas proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for a 320-acre non-standard gas proration unit comprising the E/2 SW/4 and SE/4 of Section 30 and the N/2 NE/4 of Section 31, all in Township 20 South, Range 33 East, South Salt Lake Field, Lea County, New Mexico, to be dedicated to a well to be drilled either in the center of Unit O of said Section 30, or at an unorthodox location in the center of Unit P of said Section 30.

DOCKET: EXAMINER HEARING - WEDNESDAY - OCTOBER 3, 1973

9 A.M. - OIL CONSERVATION COMMISSION CONFERENCE ROOM,
STATE LAND OFFICE BUILDING - SANTA FE, NEW MEXICO

The following cases will be heard before Richard L. Stamets, Examiner, or Daniel S. Nutter, Alternate Examiner:

- ALLOWABLE: (1) Consideration of the allowable production of gas for November, 1973, from seventeen prorated pools in Lea, Eddy, Roosevelt and Chaves Counties, New Mexico;
- (2) Consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, for November, 1973.

CASE 5044: (Continued from the August 9, 1973, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Sycor Newton, Peru Milling Company, R. E. Deming and Aetna Life and Casualty Company and all other interested parties to appear and show cause why the State L 6350 Well No. 1 located in Unit M of Section 10, Township 23 South, Range 11 West, Luna County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 5069: Application of Sun Oil Company for a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion of its Annie Christmas Well No. 1 located in Unit N of Section 1, Township 22 South, Range 37 East, Lea County, New Mexico, to produce gas from an undesignated Abo gas pool and oil from the Wantz-Granite Wash Pool through parallel strings of tubing.

CASE 5070: Application of Amoco Production Company for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Bubbling Spring Unit Area comprising 3078 acres, more or less, of Federal and Fee lands in Township 20 South, Range 26 East, Eddy County, New Mexico.

CASE 5071: Application of Texas West Oil & Gas Corporation for a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion of its State "2" Well No. 2 located in Unit K of Section 2, Township 24 South, Range 34 East, Antelope Ridge Field Area, Lea County, New Mexico, to produce gas from the Atoka and Morrow formations through parallel strings of tubing.

CASE 5072: Application of Northern Minerals, Inc. for a waterflood project, McKinley County, New Mexico. Applicant, in the above-styled cause, seeks

DRESSER

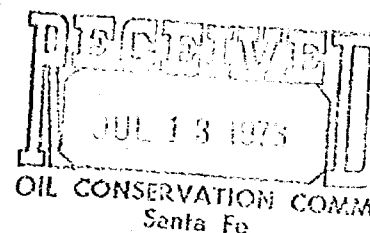
DRESSER INDUSTRIES, INC., P. O. BOX 650, HOUSTON, TEXAS 77005

HOWARD P. CASTLE
ASSOCIATE GENERAL COUNSEL
U.S. & CANADIAN OPERATIONS

July 10, 1973

PETROLEUM & MINERALS
GROUP

Mr. William F. Carr, General Counsel
Oil Conservation Commission
State of New Mexico
P. O. Box 2088
Santa Fe, New Mexico 87501



Re: State L-6350 No. 1M Section 10, T-23-S, R-11-W
Luna County, New Mexico

Dear Mr. Carr:

As I mentioned in my letter to the Oil Conservation Commission of May 23, 1973, Peru Milling Company owes Dresser Industries, Inc. more than \$30,000 for services performed in drilling this well. In your letter of June 4, 1973 you stated:

"Our well files indicate that the above-captioned well is owned by Sycor Newton, an individual. The name on the bond covering this well has been changed from S. M. Newton to Sycor Newton and then to Peru Milling Company but our files do not reflect any change in ownership".

We have had a thorough investigation run by Retail Credit Company on Sycor Newton, and they cannot find any record of any such person, although they indicate that Sycor Newton may be an alias for Silas Mason Newton. We would very much appreciate anything your office can do to identify Sycor Newton. I am sure you agree that Oil Conservation Commission records of ownership of oil and gas wells should be accurate and should list the names of the actual owners. It appears to us that the names of the actual owners may not have been listed in this case. In any event, we would appreciate any information you dig up as to the actual ownership of this well, and we assume you will have to make such a determination in order to take any legal action to have the well properly plugged and abandoned.

Sincerely yours

Howard P. Castle
Howard P. Castle
Associate General Counsel
Petroleum & Minerals Group

HPC/o'l
cc: D. R. Dillehay

OIL CONSERVATION COMMISSION

P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

September 4, 1973

C
O
P
Y

Mr. Howard P. Castle
Associate General Counsel
Petroleum & Minerals Group
Dresser Industries, Inc.
P. O. Box 6504
Houston, Texas 77005

Dear Mr. Castle:

In regard to your letter of August 28 in which you requested the names of actual owners of the State L-6350 Well No. 1, located in Unit M, Section 10, Township 23 South, Range 11 West, Luna County, New Mexico, we have been unable to determine actual ownership and currently have Case 5044 to plug and abandon this well pending before the Oil Conservation Commission.

We have named as parties in this case R. E. Deming, P. O. Box 1102, Silver City, New Mexico 88061 and Mr. Sycor Newton, c/o Peru Milling Company, P. O. Box 29, Deming, New Mexico 88030.

Should we obtain further information as to actual ownership of this well, I will notify you at once.

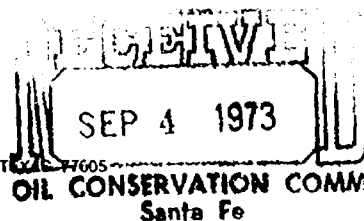
Very truly yours,

WILLIAM F. CARR
General Counsel

WFC/dr



DRESSER INDUSTRIES, INC., P. O. BOX 6504, HOUSTON, TEXAS 77005



HOWARD P. CASTLE
ASSOCIATE GENERAL COUNSEL
U.S. & CANADIAN OPERATIONS

August 28, 1973

PETROLEUM & MINERALS
GROUP

Mr. William F. Carr, General Counsel
Oil Conservation Commission
State of New Mexico
P. O. Box 2088
Santa Fe, New Mexico 87501

RE: State L-6350 No. 1M Section 10, T-23-S, R-11-W
Luna County, New Mexico

Dear Mr. Carr:

I am wondering whether you have obtained any information as to the names of the actual owners of this well in order to have the well properly plugged and abandoned. As you know, the owners of this well owe Dresser Industries, Inc. more than \$30,000, and we are anxious to obtain any information available as to the actual ownership of this well.

Sincerely yours,

Howard P. Castle
Associate General Counsel
Petroleum & Minerals Group
Dresser Industries, Inc.

HPC/o'l

cc: D. R. Dillehay

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

June 4, 1973

Mr. Howard P. Castle
Associate General Counsel
Dresser Industries, Inc.
P. O. Box 6504
Houston, Texas 77005

Re: State L-6350
#1-M Sec. 10, T-23-S, R-11-W
Luna County, New Mexico

Dear Mr. Castle:

Our well files indicate that the above-captioned well is owned by Sycor Newton, an individual. The name on the bond covering this well has been changed from S. M. Newton to Sycor Newton and then to Paru Milling Company but our files do not reflect any change in ownership.

At this time we are contemplating legal action to have the well properly plugged and abandoned.

Sincerely,

WILLIAM F. CARR
General Counsel

WFC/dr

C
O
P
Y

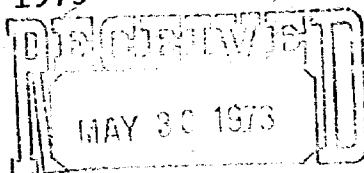
DRESSER

DRESSER INDUSTRIES, INC., P. O. BOX 6504, HOUSTON, TEXAS 77005

HOWARD P. CASTLE
ASSOCIATE GENERAL COUNSEL
U.S. & CANADIAN OPERATIONS

May 23, 1973

PETROLEUM & MINERALS
GROUP



The Oil Conservation Commission
State of New Mexico
Santa Fe, New Mexico

Dear Sirs:

Peru Milling Company of Deming, New Mexico drilled the following oilwell in May and June of 1972:

"Peru Milling State No. 1 Well located in the Southwest Quarter of the Southwest Quarter of Section 10, Township 23 South, Range 11 West, Luna County, New Mexico".

This was a wildcat well and was not located in any named field. Peru Milling Company owes Dresser Industries, Inc. approximately \$30,000 for goods and services furnished for this well, and we would like to ascertain the exact ownership of this well as listed on the records of the New Mexico Oil Conservation Commission. According to our information, Peru Milling Company is a sole proprietorship owned by Silas Mason Newton, but Peru Milling Company may be a corporation. In any case, we would appreciate any information you have as to whether there are any other owners of this well listed in your office either on the application forms, permits, or any other documents with respect to this well.

If there is any charge for digging up this information, I will see that your statement is paid promptly. We will appreciate whatever information is available on the ownership of this well. If this well was on state lands, we would appreciate any information as to whether we could obtain any further facts from the New Mexico Commissioner of Public Lands.

Sincerely yours,

Howard P. Castle
Associate General Counsel
Petroleum & Minerals Group
Dresser Industries, Inc.

HPC/o'l



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
P. O. BOX 2088 - SANTA FE
87501

I. R. TRUJILLO
CHAIRMAN

LAND COMMISSIONER
ALEX J. ARMIJO
MEMBER

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

November 5, 1973

Mr. R. E. Deming
P. O. Box 1102
Silver City, New Mexico 88061

Aetna Life & Casualty Company
P. O. Box 2009
Denver, Colorado 80201

Mr. Sycor Newton
c/o Peru Milling Company
P. O. Box 29
Deming, New Mexico 88030

Attention: Mr. J. F. Young

Re: Sycor Newton State L 6350 Well
No. 1 located in Unit M of Section
10, Township 23 South, Range 11
West, Luna County, New Mexico,
Aetna Life and Casualty Company

Gentlemen:

Enclosed is a copy of the docket of the Examiner
Hearing to be held on Wednesday, November 14, 1973, at
9:00 a.m. in the Oil Conservation Commission Conference
Room, State Land Office Building, Santa Fe, New Mexico.
Case No. 5044 concerns the subject matter.

Very truly yours,

WILLIAM F. CARR
General Counsel

WFC/dr
enclosure

cc: Oil Conservation Commission - Artesia

DOCKET: EXAMINER HEARING - WEDNESDAY - NOVEMBER 14, 1973

9 A.M. - OIL CONSERVATION COMMISSION CONFERENCE ROOM,
STATE LAND OFFICE BUILDING - SANTA FE, NEW MEXICO

The following cases will be heard before Daniel S. Nutter, Examiner, or Richard L. Stamets, Alternate Examiner:

CASE 5044: (Continued from the October 3, 1973, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Sycor Newton, Peru Milling Company, R. E. Deming and Aetna Life and Casualty Company and all other interested parties to appear and show cause why the State L 6350 Well No. 1 located in Unit M of Section 10, Township 23 South, Range 11 West, Luna County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 5098: Application of R. J. Zonne for special pool rules, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a Morrow gas pool for his Federal Well No. 1 located in Unit G of Section 20, Township 22 South, Range 32 East, Lea County, New Mexico, and the promulgation of special rules therefor, including a provision for 640-acre spacing.

CASE 4849: (Reopened)

In the matter of Case No. 4849 being reopened pursuant to the provisions of Order No. R-4436 which order established temporary special rules for the Humble City-Atoka Pool, Lea County, New Mexico, including a provision for 80-acre spacing. All interested parties may appear and show cause why said pool rules should remain in effect.

CASE 5099: Application of Pennzoil Company for a pool creation, special pool rules and an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a Wolfcamp gas pool for its Moore Com Well No. 1 located at an unorthodox Wolfcamp location 2310 feet from the South line and 660 feet from the East line of Section 23, Township 22 South, Range 26 East, Eddy County, New Mexico, and the promulgation of special pool rules therefor, including a provision for 320-acre spacing.

CASE 5100: Application of Estill Production Corporation for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests underlying the W/2 of Section 21, Township 18 South, Range 33 East, South Corbin-Morrow Gas Pool, Lea County, New Mexico, to be dedicated to a well to be drilled at a standard location for said unit. Also to be considered will be the cost of drilling and completing said well and the allocation of such costs, as well as actual operating costs and charges for supervision. Also to be considered is the designation of applicant as operator of the well and a charge for risk involved in drilling said well.

- CASE 5101: Application of Southern Union Production Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox gas well location for its McKittrick-Federal Well No. 1 at a point 2390 feet from the North line and 830 feet from the East line of Section 14, Township 22 South, Range 24 East, Eddy County, New Mexico, the E/2 of said Section 14 to be dedicated to the well.
- CASE 5102: Application of Anne Burnett Tandy dba Windfohr Oil Company for two waterflood projects, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute two waterflood projects by the injection of water into the Grayburg and San Andres formations through 6 wells on its Jackson "B" Lease and through 3 wells on its Gissler "B" Lease, located in Sections 1 and 11, respectively, Township 17 South, Range 30 East, Square Lake Pool, Eddy County, New Mexico.
- CASE 5103: Application of David Fasken for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox gas well location at a point 1000 feet from the North and West lines of Section 32, Township 20 South, Range 25 East, Indian Hills-Morrow Gas Pool, Eddy County, New Mexico.
- CASE 5104: Application of El Paso Natural Gas Company for a dual completion, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion of its Rocky Arroyo "C" Well No. 1 located in Unit F of Section 8, Township 22 South, Range 22 East, Rocky Arroyo Field, Eddy County, New Mexico, in such a manner as to produce gas from the Canyon formation and gas from the Morrow formation through the casing-tubing annulus and through the tubing, respectively.
- CASE 5105: Application of Stallworth Oil and Gas for an unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox oil well location at a point 760 feet from the North line and 860 feet from the West line of Section 11, Township 9 South, Range 33 East, Vada-Pennsylvanian Pool, Lea County, New Mexico, as an exception to the provisions of Rule 4 of Order No. R-3179-A.
- CASE 5106: Application of Read & Stevens, Inc. for an unorthodox gas well location, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox gas well location for its Harris Federal Well No. 2 at a point 990 feet from the North line and 2310 feet from the West line of Section 24, Township 15 South, Range 27 East, Buffalo Valley-Pennsylvanian Gas Pool, Chaves County, New Mexico, as an exception to Rule 2 of Order No. R-1670-H, the N/2 of said Section 24 to be dedicated to said well.

CASE 5107: Southeastern nomenclature case calling for the extension of certain pools in Lea County, New Mexico.

(a) Extend the Antelope Ridge-Atoka Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 24 SOUTH, RANGE 34 EAST, NMPM
Section 2: S/2

(b) Extend the Blinebry Oil Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 36 EAST, NMPM
Section 1: SE/4
Section 12: NE/4

(c) Extend the Blinebry Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 36 EAST, NMPM
Section 1: SE/4
Section 12: NE/4

(d) Extend the Drinkard Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM
Section 12: SW/4

(e) Extend the South Eunice-San Andres Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
Section 2: SE/4

(f) Extend the Flying "M"-San Andres Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 9 SOUTH, RANGE 33 EAST, NMPM
Section 7: SE/4
Section 8: SW/4
Section 17: N/2 NW/4

(g) Extend the West Garrett-Devonian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 38 EAST, NMPM
Section 31: SE/4

(h) Extend the High Plains-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 14 SOUTH, RANGE 34 EAST, NMPM
Section 26: NW/4

CASE 5114: Application of Texaco Inc. and Perry R. Bass for compulsory pooling and an unorthodox location, Lea County, New Mexico. Applicants, in the above-styled cause, seek an order pooling all mineral interests underlying the W/2 of Section 32, Township 20 South, Range 33 East, South Salt Lake-Morrow Gas Pool, Lea County, New Mexico, to be dedicated to the well currently being drilled by Amini Oil Company at an unorthodox location for said 320-acre unit at a point 990 feet from the South line and 1980 feet from the West line of said Section 32.

No. 011403

RECEIPT FOR CERTIFIED MAIL—30¢

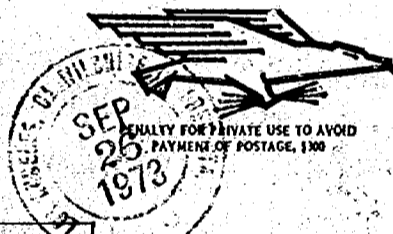
SENT TO S. Taylor McBee		POSTMARK OR DATE
STREET AND NO. Box 29		
P. O., STATE, AND ZIP CODE Deming, New Mexico		
EXTRA SERVICES FOR ADDITIONAL FEES		
Shows to whom and date delivered <input type="checkbox"/> 10¢ fee	Return Receipt Shows to whom, date, and where delivered <input type="checkbox"/> 35¢ fee	Deliver to Addressee Only <input type="checkbox"/> 50¢ fee
NO INSURANCE COVERAGE PROVIDED— (See other side) NOT FOR INTERNATIONAL MAIL		

POD Form 3800
Mar. 1966

No. 011401

RECEIPT FOR CERTIFIED MAIL—30¢

SENT TO SYCOR NEWTON - ATN: J.F. YOUNG		POSTMARK OR DATE
STREET AND NO. BOX 29		
P. O., STATE, AND ZIP CODE Deming, New Mex. 88030		
EXTRA SERVICES FOR ADDITIONAL FEES		
Shows to whom and date delivered <input type="checkbox"/> 10¢ fee	Return Receipt Shows to whom, date, and where delivered <input type="checkbox"/> 35¢ fee	Deliver to Addressee Only <input type="checkbox"/> 50¢ fee
NO INSURANCE COVERAGE PROVIDED— (See other side) NOT FOR INTERNATIONAL MAIL		

POD Form 3800
Mar. 1966POST OFFICE DEPARTMENT
OFFICIAL BUSINESS

POSTMARK OF DELIVERING OFFICE

Print your name and address below. If you want to restrict delivery, or to have the address of delivery shown on this receipt, check block(s) on other side. Moisten gummed ends and attach this card to back of article.

RETURN
TO

OIL CONSERVATION COMMISSION
P. O. Box 2088
Santa Fe, New Mexico 87501

Case 5044

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TO

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P. O. Box 2088
Santa Fe, New Mexico 87501

Case 5044

Lyon Newton

✓ my Schwartz < Calif. Corp. Dept. >

Weldon Guest < Lubbock; Wichita Falls;
Donna Heller >

Frederick Sherman - Deming

Conner

Actna

No. 011402

RECEIPT FOR CERTIFIED MAIL—30¢			POSTMARK OR DATE
SENT TO John William Johnson			
STREET AND NO. 1707 Tucson Fed Tower			
P. O., STATE, AND ZIP CODE Tucson, Arizona			
EXTRA SERVICES FOR ADDITIONAL FEES			
Shows to whom and date delivered <input type="checkbox"/> 10¢ fee	Return Receipt Shows to whom, date, and where delivered <input type="checkbox"/> 35¢ fee	Deliver to Addressee Only <input type="checkbox"/> 50¢ fee	
POD Form 3800 Mar. 1966			
NO INSURANCE COVERAGE PROVIDED— (See other side) NOT FOR INTERNATIONAL MAIL			

No. 011400

RECEIPT FOR CERTIFIED MAIL—30¢			POSTMARK OR DATE
SENT TO Arthur C. Conner			
STREET AND NO. Box 36601			
P. O., STATE, AND ZIP CODE Los Angeles, Calif 90036			
EXTRA SERVICES FOR ADDITIONAL FEES			
Shows to whom and date delivered <input type="checkbox"/> 10¢ fee	Return Receipt Shows to whom, date, and where delivered <input type="checkbox"/> 35¢ fee	Deliver to Addressee Only <input type="checkbox"/> 50¢ fee	
POD Form 3800 Mar. 1966			
NO INSURANCE COVERAGE PROVIDED— (See other side) NOT FOR INTERNATIONAL MAIL			

RE. SYCOR NEWTON

Mr. Arthur C. Connor (213) 938-9109

one of a # of creditors of the estate
of Sycon Newton

in contact w/ Weldon Guest — Wichita Falls
Tex.
to rework well

< drilled a dry hole for Newton
1 mile away from
subject well. >

arranging to release claims so
Guest can rework
well — if no good
the estate will then
plug

request 60 day continuance

* file a form 103 - changing name — reporting all
agents for Perm +/or S.N. past
work
on the
well

Continued to Oct. 3

Lycor Newton well

NO. COPIES RECEIVED	
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U.S.G.S.	
LAND OFFICE	
OPERATOR	

RECEIVED
NEW MEXICO OIL CONSERVATION COMMISSION

JUL 23 1974

Form C-103
Supersedes Old
C-102 and C-103
Effective 1-1-65

O.C.C. ARTESIA, OFFICE		5a. Indicate Type of Lease State <input checked="" type="checkbox"/> Fee <input type="checkbox"/>
SUNDY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT -" (FORM C-101) FOR SUCH PROPOSALS.)		5. State Oil & Gas Lease No. L-6350
1. OIL WELL <input type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER: Temporarily abandoned		7. Unit Agreement Name
2. Name of Operator Miller Oil Company		8. Farm or Lease Name State L-6350
3. Address of Operator 3612 West Wall, Midland, TX 79701		9. Well No. 1
4. Location of Well UNIT LETTER M 660 FEET FROM THE South LINE AND 330 FEET FROM THE West LINE, SECTION 10 TOWNSHIP 23-S RANGE 11-W N.M.P.M.		10. Field and Pool, or Wildcat Wildcat
15. Elevation (Show whether DF, RT, GR, etc.) 4543' GR		12. County Luna

16. Check Appropriate Box To Indicate Nature of Notice, Report or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	CASING TEST AND CEMENT JOBS <input type="checkbox"/>
PLUG AND ABANDON <input checked="" type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
CHANGE PLANS <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
OTHER <input type="checkbox"/>	OTHER <input type="checkbox"/>

17. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

This well was completed 4-9-73. Total depth 10,047'; 9-5/8" casing was set at 2023' and cemented w/685 sks.; 5 1/2" casing was set at 10,071' and cemented w/500 sks. Cement Bond log shows top of cement at 7200'. After testing lower zones, previous operator set cast iron bridging plug at 7508'. 5 1/2" casing was perforated at 6806 and squeeze cemented with 35 sks. Perforated and tested following: 6670-96; 6704-20; 6728-38. Present perfs. open 6670 to 6738'; PBTD 6800'.

Present Operator, Miller Oil Company, proposes to plug and abandon this well.

1. Set cast iron bridge plug at 6650' and dump bailer 30' cement on top of plug.
2. Pull 5 1/2" casing after cutting off at free point.
3. Plug open hole in accordance with Conservation Commission's instructions.
4. Pull 9-5/8" casing after cutting off at free point.
5. Plug remainder of hole in accordance with Conservation Commission's instructions.

Notify N.M.O.C.C. in sufficient time to witness

Plugging operations

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

SIGNED *E.B. Nicholson* TITLE Production Manager DATE 5-28-74

APPROVED BY *W.A. Gressett* TITLE OIL AND GAS INSPECTOR DATE JUL 24 1974

CONDITIONS OF APPROVAL, IF ANY: *Spit a 35 sk. plug in out of 5 1/2" stub, 35 sk. plug @ 3200' 40 sk plug @ 2015 and a 20 sk plug at surface w/ marker. Intervals between plugs to be filled w/ mud. Further if any surface casing is a needed an additional 40 sk. plug will be required at the stub.*

No. 011399

RECEIPT FOR CERTIFIED MAIL—30¢

SENT TO AETNA LIFE & CASUALTY CO		POSTMARK OR DATE
STREET AND NO. Box 2009		
P. O., STATE, AND ZIP CODE Denver, Colorado 80201		
EXTRA SERVICES FOR ADDITIONAL FEES		
Shows to whom Return Receipt date, and where delivered	Shows to whom, date, and where delivered	Deliver to Addressee Only
<input type="checkbox"/> 10¢ fee	<input type="checkbox"/> 35¢ fee	<input type="checkbox"/> 50¢ fee

PD Form 3800
Mar. 1965
NO INSURANCE COVERAGE PROVIDED—
NOT FOR INTERNATIONAL MAIL (See other side)



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
P. O. DRAWER DD - ARTESIA
88210

Lynn Newton

July 22, 1974

I. R. TRUJILLO
CHAIRMAN

LAND COMMISSIONER
ALEX J. ARMIJO
MEMBER

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

Miller Oil Company
3612 West Wall
Midland, Texas 79701

Re: State L-6350 #1-M
Sec. 10-23S-11W, Luna
County, New Mexico

Gentlemen:

Enclosed please find your approved copy of Form C-104 reporting a change in ownership on the subject well. Said report states that you are preparing to plug and abandon the well.

Please be advised that prior to commencing plugging operations, you must submit for approval, Form C-103 outlining your proposed plugging procedure.

Further, a representative of this office may be present to witness the plugging operations.

If you have any questions concerning this matter please feel free to call upon me.

Sincerely yours,

OIL CONSERVATION COMMISSION

W. A. Gressett

W. A. Gressett
Supervisor, District II

WAG:jw
Xc: Bill Carr ✓

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LAND OFFICE	
TRANSPORTER	OIL
	GAS
OPERATOR	
PRORATION OFFICE	

NEW MEXICO OIL CONSERVATION COMMISSION
REQUEST FOR ALLOWABLE
AND
AUTHORIZATION TO TRANSPORT OIL AND NATURAL GAS

Form C-104
Supersedes Old C-104 and C-110
Effective 1-1-65

JUL 19 1974

I. Operator Miller Oil Company D. C. C.
ARTESIA, OFFICE

Address 3612 West Wall, Midland, TX 79701

Reason(s) for filing (Check proper box) Other (Please explain)

New Well ☐ Change in Transporter of: Oil ☐ Dry Gas ☐ Preparing to plug & abandon well

Recompletion ☐ Casinghead Gas ☐ Condensate ☐

Change in Ownership ☒

If change of ownership give name and address of previous owner Sycor Newton, P. O. Box 29, Deming, New Mexico 88030

II. DESCRIPTION OF WELL AND LEASE

Lease Name <u>State L-6350</u>	Well No. <u>1</u>	Pool Name, including Formation <u>Wildcat</u>	Kind of Lease State, Federal or Fee <u>State</u>	Lease No. <u>L-6350</u>
Location				
Unit Letter <u>M</u> ; <u>660</u> Feet From The <u>South</u> Line and <u>330</u> Feet From The <u>West</u>				
Line of Section <u>10</u> Township <u>23-S</u> Range <u>11-W</u> , NMPM, <u>Luna</u> County				

III. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS

Name of Authorized Transporter of Oil <input type="checkbox"/> or Condensate <input type="checkbox"/>	Address (Give address to which approved copy of this form is to be sent)
<u>none</u>	
Name of Authorized Transporter of Casinghead Gas <input type="checkbox"/> or Dry Gas <input type="checkbox"/>	Address (Give address to which approved copy of this form is to be sent)
<u>none</u>	
If well produces oil or liquids, give location of tanks.	Unit Sec. Twp. Rge. Is gas actually connected? When

If this production is commingled with that from any other lease or pool, give commingling order number: _____

IV. COMPLETION DATA

Designate Type of Completion - (X)	Oil Well	Gas Well	New Well	Workover	Deepen	Plug Back	Same Res'v.	Diff. Res'v.
Date Spudded	Date Compl. Ready to Prod.	Total Depth		P.B.T.D.				
Elevations (DF, RKB, RT, GR, etc.)	Name of Producing Formation	Top Oil/Gas Pay		Tubing Depth				
Perforations		Depth Casing Shoe						
TUBING, CASING, AND CEMENTING RECORD								
HOLE SIZE	CASING & TUBING SIZE	DEPTH SET		SACKS CEMENT				

V. TEST DATA AND REQUEST FOR ALLOWABLE OIL WELL

(Test must be after recovery of total volume of load oil and must be equal to or exceed top allowable for this depth or be for full 24 hours)

Date First New Oil Run To Tanks	Date of Test	Producing Method (Flow, pump, gas lift, etc.)	
Length of Test	Tubing Pressure	Casing Pressure	Choke Size
Actual Prod. During Test	Oil - Bbls.	Water - Bbls.	Gas - MCF

GAS WELL

Actual Prod. Test - MCF/D	Length of Test	Bbls. Condensate/MMCF	Gravity of Condensate
Testing Method (pilot, back pr.)	Tubing Pressure (Shut-in)	Casing Pressure (Shut-in)	Choke Size

VI. CERTIFICATE OF COMPLIANCE

I hereby certify that the rules and regulations of the Oil Conservation Commission have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

EBD Nicholson
(Signature)

Production Manager

(Title)

5-28-74

(Date)

OIL CONSERVATION COMMISSION

APPROVED JUL 22 1974, 19

BY W. A. Gussert

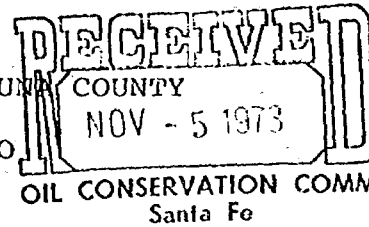
TITLE OIL AND GAS INSPECTOR

This form is to be filed in compliance with RULE 1104.

If this is a request for allowable for a newly drilled or deepened well, this form must be accompanied by a tabulation of the deviation tests taken on the well in accordance with RULE 111.

All sections of this form must be filled out completely for allowable on new and recompleted wells.

Fill out only Sections I, II, III, and VI for changes of owner, well name or number, or transporter, or other such change of condition. Separate Forms C-104 must be filed for each pool in multiply



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IN THE DISTRICT COURT OF LUNA COUNTY
STATE OF NEW MEXICO
CONTINENTAL-EMSCO COMPANY, a
corporation,
Plaintiff,
v.
PERU MILLING COMPANY; PETRO-CHEM,
INC.; BAKER OIL TOOL, INC.; J. F.
LIDDON; FREDERICK H. SHERMAN,
Administrator of the Estate of S.
M. Newton; STATE OF NEW MEXICO EM-
PLOYMENT SECURITY COMMISSION; STATE
OF NEW MEXICO BUREAU OF REVENUE;
THE UNITED STATES OF AMERICA,
Defendants.

No. 7640

C O M P L A I N T

Plaintiff for its cause of action, states:

1. Continental-Emsco Company is a division of Youngstown Sheet and Tube Company, an Ohio Corproation, and is and was at all times material hereto licensed to do and doing business in the State of New Mexico.
2. Defendant Peru Milling Company is a New Mexico corporation with its principal place of business at Deming, Luna County, New Mexico.
3. Defendants Petro-Chem, Inc. and Baker Oil Tools, Inc., are corporations doing business in the State of New Mexico.
4. J. F. Liddon is a resident of Hot Springs, Arkansas, whose mailing address is P. O. Box 184, Hot Springs, Arkansas.
5. Defendant Frederick H. Sherman is a resident of Deming, Luna County, New Mexico, and is the duly qualified and acting Administrator of the Estate of S. M. Newton, deceased, having been so appointed in the Probate Court of Luna County, New Mexico, in Cause No. 1820 on 14 May 1973.
6. The State of New Mexico Employment Security Commission, the State of New Mexico Bureau of Revenue, and the United States of America are subject to the jurisdiction of this Court and the

1 service of process.

2 7. If any of the defendants cannot be personally served
3 within the State of New Mexico, nevertheless they are subject
4 to the jurisdiction of this Court and subject to service of pro-
5 cess pursuant to Section 21-3-16, N.M.S.A. 1953 by reason of their
6 transacting business within this state as hereinafter alleged.

7 8. The defendants Peru Milling Company and/or S. M.
8 Newton, deceased, who was also known as Sycor Newton, at all
9 times mentioned herein were the owner or owners of State of New
10 Mexico Oil and Gas Lease No. L-6350, embracing Sections 10 and
11 11, Township 23 South, Range 11 West, N.M.P.M., Luna County, New
12 Mexico.

13 9. The defendants Peru Milling Company and/or S. M. Newton,
14 or S. M. Newton d/b/a Peru Milling Company, at all times mentioned
15 herein were engaged in the drilling of an oil and gas well upon
16 the above described State of New Mexico Lease No. L-6350, said
17 well being known as Peru Milling Company Oil and Gas Division
18 State No. 1, being located in the SW $\frac{1}{4}$ SW $\frac{1}{4}$, Section 10, Township
19 23 South, Range 11 West, Luna County, New Mexico.

20 10. From 12 January 1972 to on or about 24 August 1972,
21 the plaintiff at the special instance and request of the defendants
22 Peru Milling Company, or S. M. Newton, or S. M. Newton, d/b/a
23 Peru Milling Company, rented, sold and delivered to Peru Milling
24 Company certain oil and gas well machinery, equipment and supplies
25 to be used in the drilling and completing of the above described
26 oil and gas well of the aggregate value of \$36,154.18, which price
27 was the reasonable market value thereof. That a copy of said
28 account is attached hereto to Exhibit "A" and is incorporated
29 herein as though fully set forth.

30 11. That said machinery, equipment and supplies sold or
31 rented to the above named defendants were to be paid for within
32 sixty days of invoice date and although plaintiff has repeatedly

1 made request for payment, the above named defendants have refused
2 to pay for the same or any part thereof.

3 12. That plaintiff on 2 November 1972 pursuant to Section
4 65-5-1 through Section 65-5-15, inclusive, N.M.S.A., filed an Oil
5 and Gas Materialman's lien against the above described oil and
6 gas lease, said lien embracing the SW $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 10, Township
7 25 South, Range 11 West, N.M.P.M., Luna County, New Mexico, which
8 lien is recorded in Book 77, at pages 58 to 65 of the Mortgage
9 Records of Luna County, New Mexico, and said lien should be fore-
10 closed.

11 13. That in order to bring this action, plaintiff had to
12 obtain the services of its attorneys and by reason of Section
13 65-5-9, N.M.S.A., plaintiff is entitled to a reasonable attorney's
14 fee for the bringing of this action to foreclose said lien. A
15 copy of said lien and account is attached hereto as Exhibit "A"
16 and said lien and account are incorporated herein as though fully
17 set forth.

18 14. The defendant Petro-Chem, Inc. claims a Judgment Lien
19 against the defendant Peru Milling Company in the amount of
20 \$20,889.75 plus interest pursuant to a transcript of judgment
21 filed 7 May 1973 and recorded in Book 78 at page 264 of the
22 Mortgage Records of Luna County, New Mexico.

23 15. The defendant Baker Oil Tool, Inc. claims a lien against
24 the defendant Peru Milling Company by reason of an action now
25 pending in the District Court of Luna County, New Mexico, in
26 Cause No. 7501 styled "Baker Oil Tools, Inc. v. Peru Milling Co,
27 Oil and Gas Division, a foreign corporation," in the amount of
28 \$3,326.55, together with interest and attorney's fees and costs.

29 16. The State of New Mexico Employment Security Commission
30 of 505 Marquette Avenue N.W., Albuquerque, N.M., claims a lien
31 as follows:
32

1 Warrant of Levy and Lien No. 06 47171 against
2 S. M. Newton d/b/a Peru Milling Company,
3 Deming, New Mexico, for the purpose of satis-
4 fying contributions, interest and penalties
5 due to the Employment Security Commission of
6 the State of New Mexico, in the amount of
7 \$2,544.86, pursuant to the provisions of the
8 Unemployment Compensation Law of New Mexico
9 (Section 59-9-1 to 59-9-29, N.M.S.A.). Said
10 lien is dated 19 April 1973 and filed 20 April
11 1973 in Book 78, at page 182 of the Mortgage
12 Records of Luna County, New Mexico.

13 17. The State of New Mexico Bureau of Revenue of Santa
14 Fe, New Mexico, claims a lien as follows:

15 Lien No. 13951 against Peru Milling Co., P. O.
16 Box 29, Deming, New Mexico, for taxes in the
17 amount of \$6,577.82, plus interest. Said Notice
18 of Claim of Tax Lien was filed on 4 April 1973
19 and recorded in Book 78 at page 21-22 of the
20 Mortgage Records of Luna County, New Mexico.

21 18. The defendant J. F. Liddon claims some right, title
22 or interest in and to the above described oil and gas lease by
23 reason of the following instrument:

24 A certain Trust Agreement dated 12 August 1972
25 wherein Sycor Newton as Grantor conveyed to J.
26 F. Liddon and Sycor Newton in trust certain oil
27 and gas leases, among which is State of New Mexico
28 Oil and Gas Lease No. L-6350. Said Trust Agreement
29 was filed of record on 27 December 1972 and re-
30 corded in Book 89, at pages 235 to 244 of the Deed
31 Records of Luna County, New Mexico.

32 19. The United States of America claims liens as follows:

(a) Notice of Federal Tax Lien under Internal Revenue Laws,
Serial No. 34,427, issued out of the Albuquerque, New
Mexico, District Offices, for taxes in the total amount
of \$2,691.95. The type of tax is set forth as income
and the following information is provided:

Kind of Tax	Tax Period Ended	Assessment Date	Identifying Number	Unpaid Balance of Assessment
941	03-31-72	08-17-72	85-0208542	\$2,691.95

Name of Taxpayer: S. M. Newton, Peru Milling Co.,
Box 29, Deming, New Mexico 88030

Said lien is dated 5 October 1972 and was filed for
record on October 10, 1972, and recorded in Book 76
at page 850 of the Mortgage Records of Luna County,
New Mexico.

(b) Notice of Federal Tax Lien under Internal Revenue
Laws, Serial No. 35-161, issued out of the Albuquerque,
New Mexico District Office, for taxes in the total
amount of \$613.89. The type of tax is not set forth.
The following information is provided:

Kind of Tax	Tax Period Ended	Assessment Date	Identifying Number	UNPAID Balance of Assessment
941	12-31-72	3-16-73	85-0223292	\$269.84
940	12-31-72	3-16-73	85-0223292	\$344.05

Name of Taxpayer: Peru Milling Company, P. O. Box 29, Deming, New Mexico 88030

Said lien is dated 23 March 1973 and was filed for record on 23 March 1973 in Book 77 at page 960 of the Mortgage Records of Luna County, New Mexico.

The above information in reference to the Federal Tax Liens is given pursuant to 28 U.S.C.A. Section 2410.

20. The above named defendants claim to have some right, title and interest in and to State of New Mexico Oil and Gas Lease No. L-6350 and the equipment thereon and the appurtenances thereto and upon the materials, tools, machinery, equipment and supplies, and upon the oil and gas well for which they were furnished, but any right, title, interest or claim of said defendants or any one of them in and to said oil and gas lease and the property heretofore described is subordinate in time and inferior in right to the rights, powers and privileges of the plaintiff, and plaintiff alleges its oil and gas materialman's lien is superior in time and right to any and all right, title and interest claimed by the defendants.

WHEREFORE, plaintiff prays:

1. That it have judgment against the defendant Peru Milling Company and Frederick H. Sherman, Administrator of the Estate of S. M. Newton, also known as Sycor Newton, jointly and severally, in the sum of \$36,154.16, with interest thereon from 24 October 1972 until paid, as well as all costs and attorney's fees incurred in bringing this action.

2. That plaintiff be determined and adjudged to have a valid and subsisting first lien on State of New Mexico Oil and Gas Lease No. L-6350 insofar as the same embraces the SW $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 10, Township 23 South, Range 11 West, N.M.P.M., Luna

1 County, New Mexico, as well as all appurtenances thereon, as
2 provided in Section 65-5-1, N.M.S.A. 1953, for the amount of
3 plaintiff's claim, interest, costs and attorney's fees.

4 3. That the lien of the plaintiff be foreclosed and the
5 subject matter of said lien be sold in the manner provided by
6 law, and that plaintiff be paid all amounts due it as well as
7 the expenses of sale, and that the foregoing defendants be
8 adjudged to pay any deficiency that may remain after applying
9 all of such monies so applicable thereto.

10 4. For such other and further relief as the Court deems
11 proper.

MCCORMICK, PAINE and FORBES

12
13 By E. C. Paine
14 E. C. Paine
15 P. O. Box 1718
16 Carlsbad, New Mexico 88220
17 Attorneys for Plaintiff
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OIL AND GAS MATERIALMAN'S LIEN
STATEMENT AND AFFIDAVIT

STATE OF TEXAS
COUNTY OF DALLAS

H. P. Dawkins, being duly sworn upon his oath, states:

That he is Assistant Treasurer of CONTINENTAL-EMSCO COMPANY, a Division of Youngstown Sheet and Tube Company, an Ohio corporation, with principal office of said division at 1810 Commerce Street, Dallas, Dallas County, Texas, licensed to do and doing business in the State of New Mexico; that he is duly authorized to make this affidavit; that he does so make the same upon behalf of Continental-Emsco Company, and that he is cognizant of the facts herein contained.

Affiant states that Continental-Emsco Company has a claim against PERU MILLING COMPANY,
P. O. Box 29, Deming, New Mexico 88030

by having furnished, sold and delivered materials consisting of oil and gas well machinery, equipment and supplies and labor of aggregate value of Thirty-Six Thousand One Hundred Fifty-Four and 18/100 (\$ 36,154.18) Dollars.

Affiant further states that said materials and labor were furnished, sold and delivered between January 12, 19 72, and July 11, 19 72, inclusive, and are itemized in the statement(s) attached hereto and made a part hereof, setting forth the items thereof and the dates on which material was furnished or labor performed.

Affiant further states that said materials and labor have been used and performed in the drilling, digging, completing, operating, improving or repairing of a well or wells for oil or gas or both, or oil or gas pipelines, upon the hereafter described tract of land lying in Luna County, State of New Mexico.

Affiant further states that the oil and gas leasehold interest therein was owned at the time said materials were delivered and labor performed, either in whole or in part, by Peru Milling Company

Affiant further states that said leasehold estate is more particularly described as follows:

Peru Milling Company Oil and Gas Division
STATE NO. 1 LEASE and being the Southwest Quarter
(SW/4) of the Southwest Quarter (SW/4), Section 10,
Township 23 South, Range 11 West, Luna County,
New Mexico.

STATE OF NEW MEXICO }
County of Luna } S.S.

I certify that this instrument was filed for
record at 11:02 A. M.

NOV 2 1972

and recorded in book 27 of MLP
page 58-63

County Clerk

NOW, THEREFORE, for the purpose of fixing the lien granted Continental-Emsco Company by the constitution and statutes of the state of the location of said leasehold estate, affiant states that the attached is a true and correct statement(s) of the material and labor furnished to said purchaser(s) and that the prices thereof as shown are just and reasonable, and were agreed to by said purchaser(s), or the agent of the purchaser(s).

Affiant further states that the names of the owner(s), the contractor and the claimant, and the description of the property upon which the lien is claimed are true and correct.

Affiant further states that, unless otherwise stated on said attached account, said materials were sold per the regular terms of sale of Continental-Emsco Company, by which purchases are due sixty days from invoice date except purchases of tubular goods shipped direct from manufacturer's mill to customer, which are due thirty days from invoice date.

Affiant further states that the said amount of \$ 36,154.18, plus interest is due and unpaid after allowing all just and lawful offsets, payments and credits known to the affiant.

Affiant further states that due notice was given by Continental-Emsco Company to the said owner(s), or the agent of the owner(s), of the materials so furnished, together with the date of delivery and the date of billing, as and when required and in accordance with the constitution and statutes of the state of the location of said leasehold estate.

Affiant further states that Continental-Emsco Company claims a lien under and by virtue of and as provided by the constitution and statutes of the state of the location of said leasehold estate upon: (a) the whole of the leasehold estate for oil or gas purposes as such existed on the date such materials or services were first furnished, or for which the labor was first performed, and the appurtenances thereunto belonging; and (b) all materials and fixtures owned by the owner or owners of such leasehold estate and used or employed, or furnished to be used or employed in the drilling or operating of any oil or gas well located thereon; and (c) all oil or gas wells located on such leasehold estate, and the oil or gas produced therefrom, and the proceeds from the sale thereof inuring to the interest therein subject to such lien as such interest existed on the date such labor was first performed or such material or services were first furnished; and (d) the whole of the pipeline to which the materials or services were furnished, or for which labor was performed, and all buildings and appurtenances thereunto belonging, and upon all materials and fixtures owned by the owner of such pipeline and used or employed or furnished to be used or employed in the construction thereof.

H. P. Dawkins
Affiant

Subscribed and Sworn to before me this 13 day of October, 19 72.

Mary A. Pitts
Notary Public in and for
Dallas County, Texas

STATE OF TEXAS
COUNTY OF DALLAS

BEFORE ME, the undersigned authority on this day personally appeared H. P. Dawkins,
Assistant Treasurer of CONTINENTAL-EMSCO COMPANY, a Division of Youngstown Sheet and
Tube Company, known to me to be the person whose name is subscribed to the foregoing instrument, and acknowledged to me that he executed the same for the purpose and consideration herein expressed, and in the capacity therein stated.

GIVEN UNDER MY HAND AND SEAL OF OFFICE this 13 day of October, 19 72.

My commission expires:
June 1, 1973

Mary A. Pitts
Notary Public
Dallas County, Texas

108324 5/22/72 1/12/72 -1-
 94 DAY-COMB RENTAL F/
 TOTCO 2 PEN
 DRILLING RE-
 CORDER TO RE-
 CORD PEN & WT 653.30
 94 DAY-RENTAL F/TOTCO
 1 5/16" DRIFT IN-
 STRUMENT RECORDER
 F/CONTROLLED VERTI-
 CAL DRILLING F/
 METHODS 1 & 3 629.80
 94 DAY-LOST & DAMAGED
 EQUIP PROTECTION 42.30
 4% TEX TAX 53.02
 1378.42

108276 4/5/72 3/18/72
 1-7-7/8" M 44N #3550
 SEAL BEARING MILL
 TOOTH ROCK BIT RUN 312.00
 #29 SERIAL #357962
 1-1-1/8" M88 #3555 JET
 SEAL BEARING INSERT
 BIT RUN #32 SERIAL 1148.00
 #351037
 1-7-7/8" M88 3555 JET
 SEAL BEARING INSERT
 BIT RUN #33 SERIAL 1148.00
 #350987
 1-7-7/8" M88 3555 JET
 SEAL BEARING INSERT
 BIT RUN #34 SERIAL 1148.00
 #378370
 1-7-7/8" M88 3555 JET
 SEAL BEARING INSERT
 BIT RUN #35 SERIAL 1148.00
 #356154
 FRT CHG 13.85
 4% N M TAX 196.71
 5114.56

1295570 4/6/72 3/22/72
 2-4 STD BULL PLUG 14.84
 2-U58-EE 7-DD MISSION
 SUPREME VALVE 90.00
 2-U58-BE 8-DD MISSION
 SUPREME VALVE 94.00
 2-7-DD-81 MISSION
 SUPREME VALVE SEAT 66.00
 2-8-DD-81 MISSION DBL
 DUTY SUPREME VLV SEAT 68.00
 12-UDD-7B MISSION
 SUPREME DBL DUTY
 VALVE INSERT 264.00
 FWD

24-44321 SABRE TOOTH 26.40
 TONG DIES
 4-4210 WW ROTY TONG 12.00
 LATCH SPRING
 1-01-60134-00 4R
 METAL PARTS REPAIR
 KIT 22.97
 PREPAID TRANS CHG 17.80
 27.04 N M TAX 27.04
 703.05

108277 4/6/72 3/23/72
 1-7-7/8" M88 #3555
 ROCK BIT RUN #39 1148.00
 S/N 352193
 1-7-7/8" M88 #3877
 ROCK BIT S/N 377734 1178.00
 FRT CHG 5.90
 4% N M TAX 93.28
 2425.18

108281 4/27/72 3/26/72
 2-7-7/8" TYPE 9 JS CLASS
 TC JET SEAL INSERT
 BITS SERIAL #JK377 2479.00
 & JK209 1.00
 FRT CHG 99.44
 4% N M TAX 2585.44

1295831 4/24/72 3/28/72
 12-STICK PAINT MARKAL
 TYPE B COLOR YELLOW 2.18
 4-2" 2000# FST TEE 37.35
 4-4266-2011-04 PLUG
 STD BULL 2" 11-2V 12.60
 REG
 4-2" 2000# FST 90 DEG 22.95
 ELL
 2-75014 MSA LEATHER-
 ETTE HEAD BAND 3.70
 1-1-DP 2-1 MARSH PRESS 4.83
 GAUGE 200# RB
 RECAL 1/4 BM BOTTOM
 CONN
 1-CE-960 50# GREEN
 TRIANGLE DC COM-
 POUND 19.45
 2-24" RIDGID PIPE 10.60
 WRENCH HOOK JAW
 2-24" RIDGID PIPE 2.60
 WRENCH HEEL JAW & P
 2-36" RIDGID PIPE 17.40
 WRENCH HOOK JAW
 2-36" RIDGID PIPE 3.40
 WRENCH HEEL JAW & P
 FWD

2-79717 TRIMED CROWN
SUSPENSIONS 4.06
4-454231 STAY-ON
SUSPENSIONS 8.12
1-6" 470 RB SNATCH
BLOCK WITH SWINE
HOOK 86.90
1-7145-R FLOAT VALVE
PULLER COMPLETE 69.30
1-101-01-3201 5-1/2 ODRL
8RD LG BOX & SHORT
PIN CEMENT FLOAT COLLAR 93.80
1-102-01-3201 5-1/2 ODRL
8RD LG BOX CEMENT
GUIDE SHOE 40.55
6-244-53-3251 5-1/2
MODE M CASING
CENTRALIZERS 597.60
1-4R SHOCK ABSORBER 3.21
41.62 TEX TAX 41.62
1082.22

1321091 4/27/72 3/31/72
4-8-DD-B SUPREME SEAT 136.00
2-V-58-BE VALVE 94.00
9.20 N M TAX 9.20
239.20

108298 4/21/72 4/1/72
1-7-7/8" H100 3553 BIT 1299.00
S/N 371564
1-7-7/8" H100 3553 BIT 1299.00
S/N 374771
1-7-7/8" H100 3553 BIT 1299.00
S/N 374770
1-7-7/8" H100 3553 BIT 1299.00
S/N 375680
1-7-7/8" H100 3553 BIT 1299.00
S/N 371363
FREIGHT CHG DALLAS TO
HOBBS 14.75
4% N M TAX 260.39
6770.14

1321157 4/18/72 4/4/72
2-G-224 OTECO GATE F/
CAMERON MUD VALVE 44.80
4-224 OTECO GATE PKG F/
CAMERON MUD VALVE 65.60
2-WP-224 OTECO WEAR PL
F/CAMERON MUD VALVE 7.50
2-SN-212 OTECO STEM NUT
F/CAMERON MUD VALVE 52.64
34-LBX OF 1X100 4-
STRAN MANILA ROPE 51.68
8.89 N M TAX 8.89
231.11

1321244 4/13/72 4/7/72
2-V58-BE SUPREME VLV 94.00
3.76 TEX TAX 3.76
97.76

108315 5/9/72 4/18/72
1-7-7/8" H100 3553
BIT RUN #46 SERIAL 1299.00
#374816
1-7-7/8" H100 3553
BIT RUN #47 SERIAL 1299.00
#374812
1-7-7/8" H100 3553
BIT RUN #48 SERIAL 1299.00
#371622
1-7-7/8" H100 3553
BIT RUN #49 SERIAL 1299.00
#371377
1-7-7/8" H100 3553
BIT RUN #59 SERIAL 1299.00
#374815
1-7-7/8" H100 3553
BIT RUN #51 SERIAL 1299.00
#374814
FRT CHG 17.70
4% N M TAX 312.47
8124.17

1295326 5/8/72 4/21/72
120 FT-2 3/8" OD J-55
THRIBING LINE PIPE 30.00
GRADE-USED 1.20
1.20 TEX TAX
31.20

1321477 5/11/72 4/22/72
7-SJ 2 HPS STY 1 TE
BUNA PKG 399.00
PREPAID TRANS-
PORTATION
CHARGES 5.90
26-SOCKET WEATHER-
PROOF LIGHT 9.88
OKLA RIG #145
75-#145 EAGLE RUBBER
PIGTAIL LIGHT 31.50
SOCKETS 17.62
17.62 N M TAX 17.62
463.90

1321317	5/18/72	4/21/72
6-2" X-HVY BLK MALL		
CROSS		58.74
1-2-1/2" ORD EVE X 2 11-		
1/4" REG STD J-55 TUB		21.39
SWAGE NIPPLE		
2-1/2" 1900-FFG MARSH		
NEEDLE VALVE		15.16
2-1/2" X 4" XX-HVY BLK		
SMLS PT PIPE NIPPLE		3.47
10-2" X 3" STD BLK SMLS		
PIPE NIPPLE		8.53
6-2" X 4" STD BLK SMLS		
PIPE NIPPLE		6.15
6-2" X 8" STD BLK SMLS		
PIPE NIPPLE		13.57
12-2" STD BULL PLUG		38.06
4-2" X 12" STD BLK SMLS		
PIPE NIPPLE		11.96
4-1" X 2" STD BLK SMLS		
PT PIPE NIPPLE		2.46
4-1" X 4" STD BLK SMLS		
PT PIPE NIPPLE		3.25
4-1" X 6" STD BLK SMLS		
PT PIPE NIPPLE		4.33
4-3/4" X 6" STD BLK SMLS		
PT PIPE NIPPLE		3.08
12-7508J1 2" C-M HB		
3000# BLK STDS THD		
UNION WT 0650		112.64
2-7595M 4" C-M HB 1000#		
RUST PRF STDS UNION		
WT 1500		66.02
1-5/16" X 16' GREEN		
TRIANGLE SPINNING		
CHAIN		36.10
2-GREEN TRIANGLE THREAD-		
LOCK KIT		13.00
1000 FT-12 7 STRAND		
ANACONDA NEOPR		
LIGHT WIRE		77.00
12-168 3/4X66' NASHUA		
GREEN PLASTIC TAPE		14.52
1-540-01-0000 HYDRAULIC		
HANDPUMP		206.59
1-540-09-0110 HIGH		
PRESSURE DISCHARGE		
HOSE 10' LONG &		
REDUCER		43.58
1-480-13-1200 IR MIDEL		
F DRILL PIPE FLOAT VAL		52.00
2-MODEL 440 RAS HELICOID		
PRESS GAUGE 6" WHITE		
DIAL PHENOL CASE 1/2"		
CONN		110.56
1-W 15 FLUID		2.77

FWD

-3-

5 HR-LABOR F/REPAIR-	
ING CLIPPER WHT	
INDICATORS/N	50.00
120-LAMP 100W 130-V	
100A/C/L CLR WEST	35.11
2-F-3 #1 & 2 RIDGID	
PIPE CUTTER HVY	
DUTY WHEEL	2.90
2-C-276-P F/27 TITAN	
REV CH TONG PETOL	
CHAIN	15.68
1-C-27-P TITAN REV	
CHAIN TONG SIZE 27	28.57
1-C-27-P TITAN REV	
CHAIN TONG SIZE 27	28.57
1-642-01-1765 45X238-	
A2 MODEL R-3 DOUBLE	
GRIP RETRIEVABLE	1038.00
CASING PACKER W/2	
7/8 EV 8 ROUND BOX	
& PIN	
1 SET-24 PES #7613-C-	
82 4-1/2X3-1/2 BAASH-	
ROSS DV-LONG SLIP	
LINERS	128.31
1-8 104 GLASS	16.95
1-8 212 GASKET	5.34
3-J 812-6 PC SCREWS	.84
1-B199 DIAL POST	1.25
1-J-30 SCREW	.28
1-K-79 WEIGHT LINKAGE	14.55
1-K-80 LINKAGE	15.35
1-K-84 POINTER	3.77
1-K-83 POINTER	3.77
3-J-236 SCREW	2.94
4-J-881-42P SCREW	1.12
4-J-806-4CP NUTS	1.12
1-J-640 ELBOW	4.95
1-J-132 SUB	7.90
1-ELL SHIM	1.35
1-E-109 PLUG	17.35
1-E-107 DIAPHRAM	16.20
20-J-815-14 HL SCREW	7.80
20-J-806-5FP NUT	7.80
1-C-111 HOSE CLAMP	1.28
1-J-806-1HP PLUG	.40
1-J-234-25 HOSE	85.24
1-C-23 C CLAMP	32.40
1-F-80 DAMPER STEM	7.50
1-B-651-6A O-RING	.59
1-620-03-1220 12A MODEL	
C ROTO VERT CASING	
SCRAPER EACH RUN	137.55
105.91 N M TAX	105.91

FWD

2753.57

-3-

1249220 8/24/72 4/23/72
 1-LOT RENTAL ON 3"
 SQUARE KELLY S/6
 5/8" REG LH BOX X
 2/8" IF PIN #8320 213.90
 31 DAY ADDITIONAL DAYS
 ON RENTAL AT 6.90 EA
 1-LOT RENTAL ON SET 2
 3" SQUARE IDEAL SPLIT-
 TYPE KELLY BUSHINGS
 #7801 68.20
 31 DAY ADDITIONAL DAYS
 ON RENTAL AT 2.20 PER
 DAY
 1-LOT RENTAL ON 2 7/8"
 IF BOX X27/8" EUE
 PIN SUB #18710 44.64
 31 ADDITIONAL DAYS ON
 RENTAL AT 1.44 PER
 DAY
 13.07 N M TAX 13.07
 339.81

1248620 8/3/72 4/23/72
 1-LOT RENTAL ON 3"
 SQUARE KELLY W/6-
 5/8" REG BOX 2-7/8
 IN IF PIN #8320 207.00
 30 ADDITIONAL DAYS
 ON RENTAL AT 6.90 DAY
 1-LOT RENTAL ON SET 2
 3" SQUARE IDEAL
 SPLITTYPE KELLY
 BUSHINGS #7801 30 72.60
 ADDITIONAL DAYS ON
 RENTAL AT 2.42 PE
 1-LOT RENTAL ON
 2 7/8" IF BOX X
 2 7/8" EUE PIN
 SUB #18710 43.20
 30 ADDITIONAL DAYS
 ON RENTAL AT 1.44 PER
 DAY
 12.91 N M TAX 12.91
 335.71

1321448 5/2/72 4/24/72
 3-2" #H 231-K PACKING
 UNITS FT CHIKSAN HP
 SWIVAL JOINT 17.49

108339 5/19/72 4/27/72
 1-4 1/2" TYPE M88 #3806
 SEALED BEARING IN-
 SERT ROCK BIT SEALED
 379255 773.00

FWD

-4-

FRT CHG .65
 4% N M TAX 30.95
 804.60

1321825 5/19/72 5/8/72
 1-68" X 16' H BEAM
 SKID 100.00
 2-SAND LINE SHAVES 50.00
 150.00
 4% TEX TAX 6.00
 156.00

1321856 6/5/72 5/9/72
 1-OS-6 WILLIAMS
 SCREW DRIVER 1.88
 1-DS-8 WILLIAMS
 SCREW DRIVER 2.33
 50 FT-7263-502 DAYCO
 THORO BRAID
 STEAM HOSE WT 59 86.49
 2-H-360 1" LE-HI 500
 HOSE COUPLING 2.98
 6-2" STD BLK MALL 90
 DEG ELL 9.00
 4-2" STD BLK MALL TEE 8.68
 2-BRUSH DOPE ORS #2 4.40
 2-387 ORS WIRE THREAD
 BRUSH 1.16
 4-BRUSH RIG WHITE
 TAMPICO ORS #20T 5.08
 2-U58-BE 8-DD MISSION
 SUPREME VALVE 94.00
 2-8-DD-BI MISSION
 DEL DUTY SUPREME
 VLV SEAT 68.00
 2-2-1/2 X 2 8RD EUE B-E
 STD J-55 TUB SWAGE
 NIP 42.79
 12-HORSE TAIL CABLE
 FLAGS 3.00
 20 LB-#4 AMER BABBIT
 METAL 14.40
 2-4103-9473-00 CPLG
 SR 3/4X1-5/8 OD L/F
 TH 6.70
 1-3" BLK API LINE PIPE
 COUPLING 4.10
 2-3 8V REG X 2-1/2 8RD
 EUE STD J-55 TUB
 SWAGE NIPPLE 50.69
 1-4236-1220-12 NIPPLE
 CUP 24.45
 1-4105 2250 02 2-1/2X2-1
 8RD UPBE N80 PUP JT 29.16

FWD

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1-4105 2250 04 2-1x4	37.45
ORD UPBE N80 PUP JT	
1-4105 2250 06 2-1x6	44.65
ORD UPBE N80 PUP JT	
1-4105 2250 08 2-1x8	53.01
ORD UPBE N80 PUP JT	14.04
12-5118951 BALL JOINT	24.34
24.34 TEX TAX	<u>632.78</u>
1322168 6/8/72	5/20/72
24-64176 2-7/8 H PR	142.80
SWAB CUP	5.71
5.71 TEX TAX	<u>148.51</u>
1322193 5/30/72	5/23/72
24-57449 2-7/8 MV	146.40
SWAB CUPS	5.86
5.86 N M TAX	<u>152.26</u>
1322360 5/31/72	5/26/72
24-57469 2-7/8 MV	144.00
SWAB CUPS	5.76
5.76 N M TAX	<u>149.76</u>
1322409 6/8/72	5/30/72
24-57469 2-7/8 MV	146.40
SWAB CUPS	5.86
5.86 N M TAX	<u>152.26</u>
1322466 6/8/72	6/1/72
24-2-7/8 57469 MV	146.40
SWAB CUPS	5.86
5.86 N M TAX	<u>152.26</u>
1322498 6/8/72	6/2/72
48-57469 2-7/8 MV	292.80
SWAB CUPS	11.71
11.71 N M TAX	<u>304.51</u>
1978300 6/20/72	6/14/72
32-57469 2-7/8 MV	195.20
SWAB CUP	7.81
7.81 N M TAX	<u>203.01</u>

FWD

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1978343 6/26/72	6/16/72
24-2 7/8 MV SWAB	146.40
CUP 57469	5.86
5.86 N M TAX	<u>152.26</u>
1248619 8/3/72	6/28/72
1-LOT RENTAL ON 3"	
SQUARE KELLY W/6	
5/8" IN REG BOX X	295.95
27/8" IF PIN #8320	
5 DAY MIN 60.00	
33 ADDITIONAL DAYS	
ON RENTAL AT 7.15 PER	
DAY 235.95	
1-LOT RENTAL ON SET	
2 3" SQUARE IDEAL	
SPLITTYPE KELLY	101.15
BUSHINGS #7801 5	
DAY MIN 20.30	
33 ADDITIONAL DAYS	
ON RENTAL AT 2.42	
PER DAY 79.86	
1-LOT RENTAL ON 2	
7/8" IF BOX 2 7/8"	
EUE PIN SUB #10710	55.28
5 DAY MIN 7.76	
33 ADDITIONAL DAYS ON	
RENTAL AT 1.44 PER	
DAY 47.52	
1-DELIVERY AS PER	
L&M 340/330 MILES	
7000# MIN 1.82/CWT	127.40
23.19 N M TAX	23.19
	<u>602.97</u>
1978424 7/13/72	7/7/72
48-57469 2-7/8 MV	
QUIBERSON SWAB	
CUPS	292.80
11.71 N M TAX	11.71
	<u>304.51</u>
1248261 7/20/72	7/11/72
48-57469 2-7/8 MV	
SWAB CUPS	292.80
11.71 N M TAX	11.71
	<u>304.51</u>
518853 2/15/72	1/17/72
8-U168 16FJ DAYCO	
REUSABLE CPLG	50.96
4% N M TAX	2.04
	<u>53.00</u>

FWD

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518858 3/9/72 1/18/72 -6-
 2-#11520-0000 BJ
 MANUAL TONG REM
 HINGE PIN 38.00
 4% N H TAX 1.52
39.52

525803 6/27/72 6/8/72
 24-64176 2-7/8 H PR
 SWAB CUP 142.80
 4% TEX TAX 5.71
148.51

525819 7/21/72 4/24/72
 6-244-53-3251 5/8 MODEL
 M CASTING CENTRALIZERS 597.60
 6-244-53-3251 5/8 MODEL
 M CASTING CENTRALIZERS 99.60
498.00
 4% TEX TAX 19.92
517.92

GRAND TOTAL 36154.18

DRAFT

dr/

(H)

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE NO. 5044

Order No. R-4673

IN THE MATTER OF THE HEARING CALLED BY THE
OIL CONSERVATION COMMISSION ON ITS OWN MOTION
TO PERMIT SYCOR NEWTON, PERU MILLING COMPANY,
R. E. DEMING AND AETNA LIFE AND CASUALTY COMPANY
AND ALL OTHER INTERESTED PARTIES TO APPEAR AND SHOW
CAUSE WHY THE STATE L 6350 WELL NO. 1 LOCATED IN UNIT M OF
SECTION 10, TOWNSHIP 23 SOUTH, RANGE 11 WEST, LUNA COUNTY, NEW
MEXICO, SHOULD NOT BE PLUGGED AND ABANDONED IN ACCORDANCE WITH
A COMMISSION-APPROVED PLUGGING PROGRAM.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on ^{November 14} ~~August 9~~, 1973,
at Santa Fe, New Mexico, before Examiner ~~Elvis A. Uez~~ ^{DSN}.

NOW, on this ^{November} ~~August~~ day of ¹⁴ ~~August~~, 1973, the Commission,
a quorum being present, having considered the testimony, the record,
and the recommendations of the Examiner, and being fully advised
in the premises,

FINDS:

(1) That due public notice having been given as required by
law, the Commission has jurisdiction of this cause and the subject
matter thereof.

(2) That Sycor Newton, Peru Milling Company, and R. E. Deming
are the owners and operators of the State L 6350 Well No. 1,
located in Unit M of Section 10, Township 23 South, Range 11 West,
NMPM, Luna County, New Mexico.

Continued
to Oct. 12.

Ref

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Case No. 5044
Order No. R-

(3) That in order to prevent waste and protect correlative rights ^{And protect fresh water} said State L 6350 Well No. 1 should be plugged and abandoned in accordance with a program approved by the Artesia District Office of the New Mexico Oil Conservation Commission on or before January 1 Feb 15, 1974.

IT IS THEREFORE ORDERED:

(1) That Sycor Newton, Peru Milling Company, R. E. Deming, and Aetna Life and Casualty Company are hereby ordered to plug and abandon the State L 6350 Well No. 1, located in Unit M of Section 10, Township 23 South, Range 11 West, NMPM, Luna County, New Mexico, on or before January 1 Feb 15, 1974.

(2) That Sycor Newton, Peru Milling Company, R. E. Deming, and Aetna Life and Casualty Company, prior to plugging and abandoning the above-described well, shall obtain from the Artesia Office of the Commission, a Commission-approved program for said plugging and abandoning, and shall notify said Artesia Office of the date and hour said work is to be commenced whereupon the Commission may, at its option, witness such work.

(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.
DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

No. 011398

RECEIPT FOR CERTIFIED MAIL—30¢

SENT TO Mr. R. E. Deming		POSTMARK OR DATE
STREET AND NO. Box 1102		
P. O., STATE, AND ZIP CODE Silver City, New Mex 88061		
EXTRA SERVICES FOR ADDITIONAL FEES		
Shows to whom and date delivered <input type="checkbox"/> 10¢ fee	Shows to whom, date, and where delivered <input type="checkbox"/> 35¢ fee	Deliver to Addressee Only <input type="checkbox"/> 50¢ fee
POD Form 3800 Mar. 1966 NO INSURANCE COVERAGE PROVIDED— (See other side) NOT FOR INTERNATIONAL MAIL		