

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

OFF-LEASE STORAGE ORDER OLS- 125

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

Attention:

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

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

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

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

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

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

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

  
JOE D. RAMEY, Division Director

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

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

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

*Martindale Petroleum  
Corporation*

*OLS-*

December 19, 1980

RECEIVED  
DEC 24 1980  
OIL CONSERVATION DIVISION  
P. O. BOX 1955  
SANTA FE, NEW MEXICO 87240  
Hobbs, New Mexico

*State Leases  
need Land Ofc  
approval  
note to Veteto 1/5  
Recd Land Ofc  
approval  
Jan 7*

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

Reference: Administrative Approval, Off Lease Storage & Lease Commingling

Attention: Mr. Joe D. Ramey

Gentlemen:

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

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

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

Yours very truly,

MARTINDALE PETROLEUM CORPORATION

*Burton Veteto*  
Burton Veteto  
Vice-President

BV/JL  
Enclosures  
cc: Elk Oil Company



NEW MEXICO  
STATE HOUSE  
V-3  
V-15  
Proposed  
Barney Site

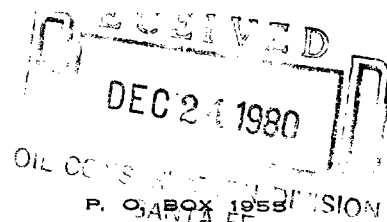


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*Hobbs, New Mexico 88240*

December 19, 1980

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

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Attention: Mr. Joe D. Ramey

Gentlemen:

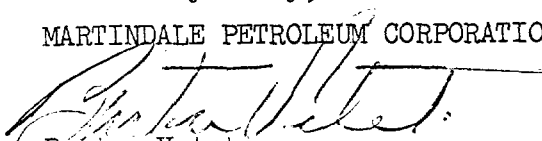
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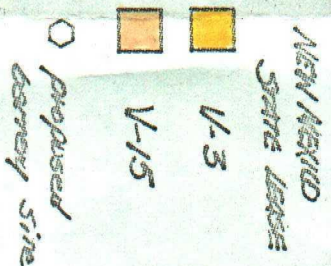
Yours very truly,

MARTINDALE PETROLEUM CORPORATION

  
Burton Veteto  
Vice-President

BV/JL  
Enclosures  
cc: Elk Oil Company







CC 22

# State of New Mexico



## Commissioner of Public Lands

January 6, 1981

ALEX J. ARMIJO  
COMMISSIONER

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

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

Re: Administrative Approval, Off lease  
Storage & Lease Commingling

ATTENTION: Mr. Burton Veteto

Gentlemen:

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

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

Enclosed is one approved copy for your files.

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

Very truly yours,

ALEX J. ARMIJO  
COMMISSIONER OF PUBLIC LANDS

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

AJA/FOP/s  
encls.  
cc:

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

BURTON VETETO  
Drilling & Production Manager  
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President  
Office (505) 393-2123

*Martindale Petroleum  
Corporation*

JAN 5 10 15  
ST. ANTONIO  
SAN ANTONIO

P. O. BOX 1855

Hobbs, New Mexico 88240

January 2, 1981

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

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

Dear Mr. Pando,

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

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

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

Yours truly,  
MARTINDALE PETROLEUM CORPORATION

*Burton Veteto*

Burton Veteto  
Vice-President

✓  
BV/JL  
Enclosures  
cc: Elk Oil Company

ARION METEO  
Mining & Production Manager  
Office (505) 397-1191  
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MRS. JO JOHNSON  
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ROBERT L. SUMMERS  
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*Martindale Petroleum  
Corporation*

P. O. BOX 1915

Jan 5 10 15 1981 Hobbs, New Mexico 88240

STATE OF NEW MEXICO  
SANTA FE

December 19, 1980

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

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Approved *January 6, 1981*  
*Alex Jimenez*  
DIRECTOR OF PUBLIC LANDS

Yours very truly,

MARTINDALE PETROLEUM CORPORATION

*Burton Veteto*  
Burton Veteto  
Vice-President

BV/JL  
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cc: Elk Oil Company