

Case 12 = 4

A. J. LOSEE
ATTORNEY AT LAW
CARPER BUILDING - P. O. BOX 644
ARTESIA, NEW MEXICO
16 March 1957

*Packet sent to Losee
& 7 Potash Companies
4-5-57
BP*

New Mexico Oil Conservation Commission
125 Mabry Hall
Santa Fe, New Mexico

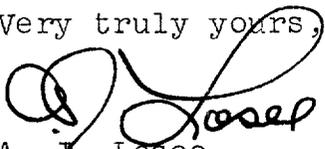
Attention: Mr. A. L. Porter, Secretary-Director

Re: Application of Carper Drilling Company, Inc. for
Approval of Drilling Location

Dear Mr. Porter:

Enclosed is the application, in triplicate, of the Carper Drilling Company, Inc., for approval of its oil well drilling location in the SE/4 SW/4 of Section 4, Township 19 South, Range 30 East, N.M.P.M., Eddy County, New Mexico. This location is in the potash area, as defined by Order R-111-A of the New Mexico Oil Conservation Commission, and is on land covered both by Carper Drilling Company's Federal Oil and Gas Lease No. LC 060585-A and by Federal Potash Lease No. LC 067319-B, which is owned by Southwest Potash Corporation.

As recently discussed with you, the oil and gas lease in question will expire on March 31, 1957, unless an extension thereof can be obtained from the Director of the Geological Survey, at least during the pendency of the enclosed application plus sufficient additional time for the commencement of operations in the event that the Commission's ruling is favorable to the Carper Drilling Company, Inc. We would appreciate having this application set for hearing as soon as possible, and in this connection we call to your attention the fact that Southwest Potash Corporation has waived the arbitration conference provided for by Order R-111-A, for the reason that conferences already held between the parties have been unsuccessful in effecting satisfactory settlement, and that Carper Drilling Company, in the enclosed application, concurs in such waiver.

Very truly yours,

A. J. Losee

EBS:NW
Enclosure

c.c. Mr. Aubrey Smith, Vice President
Southwest Potash Corporation

Mr. John A. Anderson, Regional Supervisor
Oil and Gas Geological Survey

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

May 6, 1957

Mr. A. J. Losee
Attorney At Law
P.O. Box 644
Artesia, New Mexico

Dear Sir:

On behalf of your clients, Lillie M. Yates and Carper Drilling Company, we enclose two copies of Orders R-992 and R-993 issued May 3, 1957, by the Oil Conservation Commission in Cases 1233 and 1234, respectively, which were heard on April 17th.

Very truly yours,

A. L. Porter, Jr.
Secretary - Director

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Encls.

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