



CONTINENTAL OIL COMPANY

P. O. BOX 1377
ROSWELL, NEW MEXICO

PRODUCTION DEPARTMENT
NEW MEXICO DIVISION
A. B. SLAYBAUGH
DIVISION SUPERINTENDENT
V. C. EISSLER
ASSISTANT DIVISION SUPERINTENDENT

October 30, 1963

825 PETROLEUM BUILDING
TELEPHONE: MAIN 2-4202

New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

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

Gentlemen:

Attached is a conformed copy of the Unit Agreement and the Certificate of Unitization which is recorded in Book 87, Page 150 of the Miscellaneous Records, Chaves County, New Mexico, October 22, 1963.

Please note that Exhibits A and B have been revised.

Yours very truly,

PLC-sg

Attachment

RECORDED
INDEXED
OCT 31 1963
NEW MEXICO STATE ARCHIVES

MAIN OFFICE OCC

1963 SEP 27 PM 3:18

September 27, 1963

Continental Oil Company
P. O. Box 1377
Roswell, New Mexico

Re: Eastcap Queen Pool Unit
Chaves County, New Mexico

Attention: Mr. A. B. Slaybaugh

Gentlemen:

The Commissioner of Public Lands is approving as of October 1, 1963, the Eastcap Queen Pool Unit, Chaves County, New Mexico.

We are handing to your Mr. Vic Lyon seven originally signed Certificates of Approval.

Please furnish us copies of C-110 on all units wells. Also copy of C-115 Operators Monthly Report.

Enclosed is Official Receipt No. G-15155 in the amount of Twenty Five (\$25.00) Dollars which covers the filing fee.

Very truly yours,

E. S. JOHNNY WALKER
COMMISSIONER OF PUBLIC LANDS

BY:
(Mrs.) Marian M. Rhea, Supervisor
Unit Division

ESW/mmr/v

encl:

cc: Oil Conservation Commission
Santa Fe, New Mexico

70 MAR 12 PM 1 00

CONTINENTAL OIL COMPANY

P. O. Box 460

HOBBS, NEW MEXICO 88240

March 9, 1970

1001 NORTH TURNER
TELEPHONE 393-4141

PRODUCTION DEPARTMENT
HOBBS DIVISION
L. P. THOMPSON
Division Manager
G. C. JAMIESON
Assistant Division Manager

The Commissioner of Public Lands
State of New Mexico
P. O. Box 1148
Santa Fe, New Mexico

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

Gentlemen:

Subject: Transfer of Ownership - Eastcap Queen Pool Unit
Chaves County, New Mexico

Continental Oil Company and the other Working Interest Owners in the Eastcap Queen Pool Unit are completing arrangements to transfer their interests in the unit to Mr. C. W. Trainer. This transfer of interest is to become effective April 1, 1970. Continental Oil Company hereby gives notice of its intention to resign as unit operator of the Eastcap Queen Pool Unit, effective concurrently with the transfer of ownership. Mr. C. W. Trainer will assume the duties of unit operator at that time.

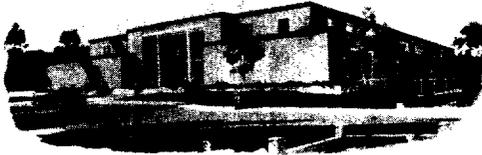
Please advise if there is other notice or other instruments which need to be filed with your offices in order to accomplish a smooth transfer of unit operations.

Yours very truly,

LPT-VM

State of New Mexico

TELEPHONE
305-827-2748



Commissioner of Public Lands

December 20, 1974

ALEX J. ARMIJO
COMMISSIONER

P. O. BOX 1148
SANTA FE, NEW MEXICO

REGISTERED MAIL

Agua, Inc.
P. O. Box 1978
Hobbs, New Mexico 88240

Re: Eastcap Queen Pool Unit
TERMINATION
Chaves County, New Mexico

ATTENTION: Mr. W. C. Abbott-Manager

Gentlemen:

The Eastcap Queen Pool Unit was approved on October 1, 1963, effective as of November 1, 1973. Our records reflect that unit operations are no longer profitable, feasible or in the interest of conservation.

Your Monthly Operator's Report filed with the New Mexico Oil Conservation Commission reflects that during the Month of August, 1974, the actual production was 534 barrels. It also shows that this report would be the final report since the property has been sold.

Under Article 17.1 it states that "the term of this agreement shall be for and during the time that Unitized Substances are produced in paying quantities and as long thereafter as drilling, reworking or other operations are prosecuted without cessation of more than Ninety (90) consecutive days".

In view of the above the Commissioner of Public Lands has this date terminated your Eastcap Queen Pool Unit effective as of November 30, 1974.

Please notify all interested parties of this action.

Very truly yours,

RAY D. GRAHAM, Director
Oil and Gas Department

AJA/RDG/s

cc: OCC-Santa Fe, New Mexico

Union Oil Company of California

1963 JUN 24 AM 4

June 24, 1963

Director of the U. S. Geological Survey
Washington 25, D. C., through the
Regional Oil and Gas Supervisor,
Roswell, New Mexico

Re: Application for Preliminary Concurrence by the Director for Contraction of the South Caprock Queen Unit Area Bearing No. 14-08-0001-7284 Chaves County, New Mexico

Dear Sir:

Section 5 of the Unit Agreement for the development and operation of the South Caprock Queen Unit, Chaves County, New Mexico, sets forth the provisions whereby the Unit Area may be contracted to exclude unitized land not receiving allocation and to exclude lands not effectively committed to the Unit Agreement. Unit Operator, Union Oil Company of California, on its own motion requests preliminary concurrence by the Director of the U. S. Geological Survey to the contraction of the boundaries of the Unit Area to henceforth exclude the following described lands, to-wit:

T-14-S, R-31-E, NMPM

- Section 22: E/2 of SE/4 (Tract 62)
- Section 23: W/2 of SW/4 (Tract 53)
- Section 27: W/2 and N/2 of SE/4 (Tract 19a)
- Section 27: N/2 of NE/4 (Tract 19b)
- Section 27: S/2 of NE/4 and S/2 of SE/4 (Tract 19c)
- Section 34: NE 1/4 (Tract 31)
- Section 34: SW/4 and S/2 of NW/4 (Tract 14)
- Section 34: E/2 (Tract 36)
- Section 35: SW/4 NW/4 (Tract 34)
- Section 35: NW/4 NW/4 (Tract 37)

Such lands are not effectively committed to the South Caprock Queen Unit Agreement and are not receiving an allocation of production, however, it is the intent of Continental Oil Company to form a Unit Area for the development and operation of the Eastcap Queen Pool Unit and they have filed their application before the Oil Conservation Commission of the State of New Mexico evidencing such intent, being Case No. 2837, scheduled for hearing June 26, 1963.

Union Oil Company of California, as Operator of the South Caprock Queen Unit, does not object to the formation of the Eastcap Queen Pool Unit. Both Continental Oil Company, as proposed Operator of the Eastcap Queen Pool Unit, and Union Oil Company of California contemplate equitable line well agreements with each other at a later date, when necessary.

In requesting preliminary concurrence, we believe the proper effective date of the contraction should be the same date as the effective date of the Eastcap Queen Pool Unit Agreement.

Should you give us your preliminary concurrence, we will proceed with preparation of the notices to effect this contraction.

Yours very truly,

UNION OIL COMPANY OF CALIFORNIA

R F J _{LS}

Robert F. Jennings, Jr.
Supervisor of Contracts

RFJ:bn

cc: Commissioner of Public Lands,
Santa Fe, New Mexico