

Memo

From

FLORENE DAVIDSON

ADMINISTRATIVE SECRETARY

To 817-870-1900
Fort Worth

Called in by Hong Bailey
11/2/79

Kelloil Inc.

Lea Penn South Unit
Agreement

Comprising 1440 acres
State lands

Township 20 South, Range 35
East

S/2 and NE1/4: Sec. 19

W/2: Sec. 29

All: Sec. 30

OIL CONSERVATION COMMISSION-SANTA FE



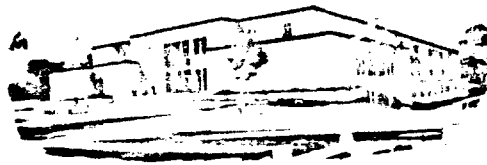
POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2434

Other

State of New Mexico



ALEX J. ARMIJO
COMMISSIONER



Commissioner of Public Lands

January 22, 1981

6733

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

Mr. B. J. Kellenberger
Kelloil, Inc.
900 Neil P. Anderson Bldg.
411 W. 7th Street
Ft. Worth, Texas 76102

Re: Lea Penn South Unit Agreement
Lea County, New Mexico
TERMINATION

ATTENTION: Mr. W. Douglas Bailey

Gentlemen:

The Lea Penn South Unit, Lea County, New Mexico, was approved October 29, 1979 by the Commissioner of Public Lands, effective as of the date of approval. The term of such agreement is contingent upon the unit operator drilling one well at a time, allowing not more than six months time between the completion of one well and the beginning of the next, until a well capable of producing unitized substances in paying quantities is completed.

Our records show that the initial test well was plugged and abandoned July 21, 1980, thus making the second unit test well due to be commenced by January 21, 1981.

Inasmuch as the second unit test well was not commenced, the Lea Penn South unit agreement is considered to have terminated automatically as of January 21, 1981, pursuant to Section 8 of the unit agreement.

Please notify all interested parties of this action.

Very truly yours,

ALEX J. ARMIJO
COMMISSIONER OF PUBLIC LANDS

BY:
FLOYD O. PRANDO, Assistant Director
Oil and Gas Division

AJA/FOP/s

cc:

OCD-Santa Fe, New Mexico

Unit Name LEA PENN SOUTH UNIT-EXPLORATORY
 Operator KELLOIL, INC.
 County LEA

DATE	OCC CASE NO.	EFFECTIVE DATE	TOTAL ACREAGE	STATE	FEDERAL	INDIAN-FEE	SEGREGATION CLAUSE	TERM
APPROVED	OCC ORDER NO. R-6204							
Commissioner:	Commission:	10-29-79	1,440.00	1,440.00	-0-	-0-	yes	2 yrs.

UNIT AREA

TOWNSHIP 20 SOUTH, RANGE 35 EAST, NMPM
 Section 19: S/2, NE/4
 Section 29: W/2
 Section 30: All

TERMINATED
 1-21-81

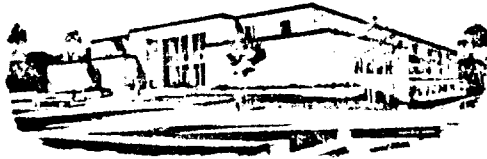
*Bill
 failed 2nd
 time.
 well.*

RECEIVED
 JAN 22 1981
 OIL CONSERVATION DIVISION
 SANTA FE

Unit Name LEA PENN SOUTH UNIT-EXPLORATORY
Operator KELLOIL, INC.
County LEA

STATE TRACT NO.	LEASE NO.	INSTI- TUTION	SEC.	TWP.	RGE.	SUBSECTION	RATIFIED		ACRES	ACREAGE		LESSEE
							DATE			NOT RATIFIED		
1	L-3558	C.S.	30	20S	35E	Lots 3, 4, E/2SW/4, SE/4	10-24-79		320.24			Gulf Oil Corporation
2	L-3678-2	C.S.	30	20S	35E	Lots 1, 2, NE/4, E/2NW/4	10-25-79		320.24			Sabine Production Co.
3	L-3782	C.S.	19	20S	35E	Lots 3, 4, E/2SW/4, E/2	10-24-79		480.16			Gulf Oil Corporation
4	L-3878	C.S.	29	20S	35E	W/2	10-24-79		320.00			Southland Royalty Co.

State of New Mexico



? 6733

Commissioner of Public Lands
October 29, 1979

ALEX J. ARMIJO
COMMISSIONER

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

B. J. Kellenberger
900 Neil P. Anderson Building
411 West Seventh Street
Fort Worth, Texas 76102

Re: Lea Penn South Unit
Lea County, New Mexico

ATTENTION: Mr. W. Douglas Bailey

Gentlemen:

The Commissioner of Public Lands has this date approved your Lea Penn South Unit, Lea County, New Mexico. The effective date to be as of the day of approval.

Enclosed are Five (5) Certificates of Approval.

Enclosed herewith is also your check in the amount of Forty (\$40.00) Dollars. The filing fee for this unit had already been submitted.

Very truly yours,

ALEX J. ARMIJO
COMMISSIONER OF PUBLIC LANDS

BY:
RAY D. GRAHAM, Director
Oil and Gas Division

AJA/RDG/s
encls.
cc:

OCD-Santa Fe, New Mexico ✓

Unit Name LEA PENN SOUTH UNIT-EXPLORATORY
Operator KELLOIL, INC.
County LEA

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APPROVED	OCC ORDER NO. R-6204	10-29-79	1,440.00	1,440.00	-0-	-0-	yes	2 yrs.
Commissioner:	Commission:	12-21-79						
10-29-79								

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Section 19: S/2, NE/4
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