Memo

From

FLORENE DAVIDSON

8/7-870-/900

Jort Worth

Called in by blong Bailey

11/2/>9

Kelloil Inc.
Lea Penn South Unit
agreement
Comprising 1440 acres
State lands

Township 20 Douth, Range 35 East

5/2 and NE14: Sec. 19

W/2: Sec. 29

all: Sec. 30

OIL CONSERVATION COMMISSION-SANTA FE

BRUCE KING GOVERNOR LARRY KEHOE SECRETARY

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION

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

December 31, 1979

Re:	CASE NO. 6733
Mr. James T. Jennings Jennings, Christy & Copple Attorneys at Law	ORDER NO. <u>R-6204</u>
Post Office Box 1180 Roswell, New Mexico 88201	Applicant:
	Kelloil Inc.
Dear Sir:	
Enclosed herewith are two copies Division order recently entered i	
Yours very truly,	
JOE D. RAMEY Director	
JDR/fd	
Copy of order also sent to:	
Hobbs OCD x Artesia OCD x Aztec OCD	
Other	

State of New Mexico



ALEX J. ARMIJO



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

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

Commissioner: APPROVED Commission: 12-21-79 OCC ORDER NO. R-6204 10-29-79 EFFECTIVE DATE 1,440.00 TOTAL ACREAGE 1,440.00 STATE -0-

DATE

10-29-79

FEDERAL

INDIAN-FEE

-0-

SEGREGATION CLAUSE

yes 2 yrs.

OIL CONSERVATION DIVISION ECELVED JAN 22 1981 SANTA FE

Section 19: Section 29: Section 30: TOWNSHIP 20 SOUTH, RANGE 35 EAST, NMPM S/2, NE/4 W/2 A11

UNIT AREA

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

County LEA

Southland Royalty Co.	320.00	10-24-79	W/2	35E	20S	29	C.S.	L-3878	4
Gulf Oil Corporation	480.16	10-24-79	Lots 3, 4, E/2SW/4, E/2	35E	20S	19	C.S.	L-3782	w
Sabine Production Co.	320.24	10-25-79	Lots 1, 2, NE/4, E/2NW/4	35E	208	30	C.S.	L-3678-2	2
Gulf Oil Corporation	320.24	10-24-79	Lots 3, 4, E/2SW/4, SE/4	35E	208	30	C.S.	L-3558	1
ACREAGE NOT RATIFIED LESSEE	ACRES \	RATIFIED DATE	SUBSECTION	RGE.	SEC. TWP. RGE.	SEC.	INSTI-	LEASE NO.	STATE TRACT NO.

State of New Mexico







Commissioner of Public Lands
October 29, 1979

? 6733

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

B. J. Kellenberger900 Neil P. Anderson Building411 West Seventh StreetFort 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

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

County

LEA

Commission: 12-21-79 OCC CASE NO. OCC ORDER NO. R-6204 10-29-79 EFFECTIVE DATE 1,440.00 TOTAL ACREAGE 1,440.00 STATE FEDERAL -0-INDIAN-FEE

-0-

yes

2 yrs.

SEGREGATION CLAUSE

UNIT AREA

Commissioner:

10-29-79

DATE APPROVED

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

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

4	w	2		STATE TRACT NO.
L-3878	L-3782	L-3678-2	L-3558	LEASE NO.
C.S.	C.S.	C.S.	C.S.	INSTI-
29	19	30	30	SEC.
208	208	20S	20S	TWP.
35E	35E	35E	35E	SEC. TWP. RGE.
W/2	Lots 3, 4, E/2SW/4, E/2	Lots 1, 2, NE/4, E/2NW/4	Lots 3, 4, E/2SW/4, SE/4	SUBSECTION
10-24-79	10-24-79	10-25-79	10-24-79	RATIFIED DATE .
320.00	480.16	320.24	320.24	TED ACRES
50	0	ro.	6	ACREAGE NOT RATIFIED
Southland Royalty Co.	Gulf Oil Corporation	Sabine Production Co.	Gulf Oil Corporation	LESSEE