

OIL CONSERVATION COMMISSION
P. O. BOX 871
SANTA FE, NEW MEXICO

Oil Cons. Comm.
ARTESIA OFFICE

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Mr. Randall Montgomery
Mr. M. L. Armstrong

Gentlemen:

A field inspection of the properties operated by Everett D. Burgett in the Magruder Yates Pool, Eddy County, New Mexico, on June 29, 1957, and a check of the records in the Hobbs and Artesia Commission Offices revealed the following irregularities:

Pure State Lease

1. Surface waste as indicated by oil on ground around tanks. (Apparently caused by overflow of tanks)
2. No visible means of measuring oil "in tanks located on the lease" as required by Rule 309 a.
3. Oil being transported by Everett D. Burgett without authority. (No form C-110 on file with the Commission authorizing Mr. Burgett to transport oil.)
4. Mr. Burgett has not filed Form C-112, Transporter's and Storer's Monthly Report, for the months during which he has transported the oil.
5. Corrected Forms C-115, Operator's Monthly Report, for the months of March, April and May of 1957 have not been filed as directed by the Hobbs Office of the Commission.
6. Well Number 7 was on production at the time of field inspection although no allowable has ever been assigned this well. (Form C-103, Misc. Reports on Wells, reporting the test of casing shut off, Form C-104, Request for (Oil-Gas) Allowable, and Form C-110, Certificate of Compliance and Authorization to Transport Oil and Natural Gas, have not been filed for this well.
7. Wells on lease which have been abandoned either permanently or temporarily without having been plugged in accordance with Rule 202.