

Page 1278: Hearing called by OCC to show

that the bank had not been

properly supervised.

Case No.

1278

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Application, Transcript,  
Small Exhibits, Etc.

NOTICE OF PUBLICATION  
STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION  
SANTA FE, NEW MEXICO

The State of New Mexico by its Oil Conservation Commission hereby gives notice pursuant to law and the Rules and Regulations of said Commission promulgated thereunder of the following public hearing to be held at 9:00 o'clock a.m. on July 17, 1957, Mabry Hall, State Capitol, Santa Fe, New Mexico.

STATE OF NEW MEXICO TO:

All named parties and persons  
having any right, title, interest  
or claim in the following cases,  
and notice to the public.

(Note: All land descriptions herein refer to the New Mexico Principal Meridian, whether or not so stated.)

CASE 1275:

In the matter of the application of Shell Oil Company for an exception to Rule 309 of the Commission Rules and Regulations to permit the transportation of oil from the lease prior to measurement, and to produce more than eight wells into a central plant, and to commingle production from the participating area of the Carson Unit with production from other wells in the area.

Applicant, in the above-styled cause, seeks an order authorizing off-lease measurement of oil produced from the Bisti-Lower Gallup Oil Pool and an undesignated Lower Gallup Oil Pool in Township 22 North, Range 11 West, and Township 25 North, Range 12 West, San Juan County, New Mexico, by means of an automatic custody transfer system; and to authorize the production of more than eight wells into a central testing and measuring plant and further, to authorize the commingling of non-participating area production with participating area production in the Carson Unit, with royalty payments to be calculated by means of periodic production rate tests.

CASE 1276:

In the matter of the application of Amerada Petroleum Corporation for an order amending Order No. 2-971 insofar as said order pertains to the Bagley-Lower Pennsylvanian Gas Pool, Lea County, New Mexico.

Applicant, in the above-styled cause, seeks an order amending Order No. 2-971 to extend the horizontal limits of the Bagley-Lower Pennsylvanian Gas Pool to include the S/2 Section 34, Township 11 South, Range 33 East, and the NE/4 Section 3, Township 12 South, Range 33 East, Lea County, New Mexico, and to increase the size of the standard drilling unit for said pool from 160 acres to 320 acres and to enter such other rules and regulations for said pool as the Commission may deem necessary.

CASE 1277:

In the matter of the application of the Oil Conservation Commission at the request of Wilson Oil Company for an order establishing a new oil pool with special pool rules in the Potash-Oil Area, Lea County, New Mexico, in accordance with Section 3, Paragraph III, of Order R-111-A.

Applicant, in the above-styled cause, seeks an order creating a new oil pool in the area of Wilson Oil Company's recently completed oil well located in the NE/4 NE/4 Section 21, Township 20 South, Range 34 East, Lea County, New Mexico; and for the promulgation of special pool rules to govern future drilling in said pool in order to afford adequate protection for the potash deposits in the area.

CASE 1278:

In the matter of the hearing called by the Oil Conservation Commission upon its own motion to permit Ray T. Short and the Hartford Accident and Indemnity Company and all other interested parties to appear and show cause why the Ray T. Short, et al, Millard Kidson No. B-3 well located in the SE/4 NE/4 of Section 26, Township 16 South, Range 35 East, in the Shoe Bar Area of Lea County, New Mexico, should not be ordered plugged and abandoned in accordance with the Rules and Regulations of the Oil Conservation Commission of New Mexico.

CASE 1279:

In the matter of the hearing called by the Oil Conservation Commission upon its own motion to permit Ray T. Short, E. M. Hamilton, Apache Basin Oil Company, and Basin Oil Company, and all other interested parties to appear and show cause why the hole located 660 feet from the South and West lines of Section 25, Township 16 South, Range 35 East, Lea County, New Mexico, should not be ordered plugged and abandoned in accordance with the Rules and Regulations of the Oil Conservation Commission of New Mexico.

CASE 1280:

In the matter of the application of Sunray Mid-Continent Oil Company for an order authorizing a pilot secondary recovery project in the Bisti-Lower Gallup Oil Pool in exception to Rule 701 of the Commission Rules and Regulations.

Applicant, in the above-styled cause, seeks an order authorizing it to drill and operate a well at a point five feet southeast of the northwest corner of Section 8, Township 25 North, Range 12 West, San Juan County, New Mexico, for the injection of liquified petroleum gases and dry gas into the Lower Gallup formation of the Bisti-Lower Gallup Oil Pool for the purpose of secondary recovery of oil from said pool.

BEFORE THE  
OIL CONSERVATION COMMISSION  
Santa Fe, New Mexico  
July 17, 1957

TRANSCRIPT OF HEARING

Case 1278

DEARNLEY - MEIER & ASSOCIATES  
INCORPORATED  
GENERAL LAW REPORTERS  
ALBUQUERQUE - SANTA FE  
3-6691 2-2211

BEFORE THE  
OIL CONSERVATION COMMISSION  
Santa Fe, New Mexico  
July 17, 1957

-----)  
IN THE MATTER OF: )

The hearing called by the Oil Conservation )  
Commission upon its own motion to permit Roy )  
T. Short and the Hartford Accident and In- )  
demnity Company and all other interested )  
parties to appear and show cause why the Roy )  
T. Short, et al, Millard Eidson No. E-3 Well )  
located in the SW/4 SE/4 of Section 26, Town- )  
ship 16 South, Range 35 East, in the Shoe Bar )  
Area of Lea County, New Mexico, should not be )  
ordered plugged and abandoned in accordance )  
with the Rules and Regulations of the Oil Con- )  
servation Commission of New Mexico )

Case No.  
1278

-----)  
BEFORE:

Honorable Edwin L. Mechem  
Mr. A. L. Porter  
Mr. Murray Morgan

TRANSCRIPT OF HEARING

MR. PORTER: The meeting will come to order, please.

The Commission will consider first Case 1278.

MR. COOLEY: In the matter of the hearing called by the  
Oil Conservation Commission upon its own motion to permit Roy T.  
Short and the Hartford Accident and Indemnity Company and all other  
interested parties to appear and show cause why the Roy T. Short,  
et al, Millard Eidson No. E-3 Well located in the SW/4 SE/4 of  
Section 26, Township 16 South, Range 35 East, in the Shoe Bar Area  
of Lea County, New Mexico, should not be ordered plugged and

abandoned in accordance with the Rules and Regulations of the  
Oil Conservation Commission of New Mexico.

If it please the Commission, I will present the case on behalf of the Commission. I have one witness, E. J. Fischer.

E. J. FISCHER

called as a witness, having been first duly sworn, testified as follows:

DIRECT EXAMINATION

By MR. COOLEY:

Q State your name and position, please.

A E. J. Fischer, District Engineer for the Oil Conservation Commission in Hobbs.

Q Mr. Fischer, in your official capacity as District Engineer for the Oil Conservation Commission, have you had an opportunity to inspect the Roy T. Short, et al, Millard Eidson No. B-3 Well, located 660 feet from the South line and 1980 feet from the East line of Section 26, Township 16 South, Range 35 East, Lea County, New Mexico?

A I have.

Q Are you also familiar with the records on file with the Oil Conservation Commission for this well?

A I am.

Q Will you briefly outline the history of this well up to the time that Roy T. Short became the operator?

A The Roy T. Short et al Millard Eidson No. B-3 was spudded

on or about May 22, 1954 by the Parker Drilling Company for the original operator, Western Natural Gas Company. Casing design is as follows:

Surface casing, 13-3/8" 48# N-40 casing 3349' w/350 sx. circ.  
Intermediate casing, 9-5/8" 36# & 40# casing 4849' w/4000 sx. circ.

On June 25, 1954 4989' of 8-5/8" 32# J-55 Hydril casing was set at 5000' w/64 sacks of cement. Top of cement by temperature survey was at 3960'.

The hole was drilled to 12,855' and completed dry. The C-103 on plugging (received in Hobbs on September 21, 1954) shows that the 8-5/8" casing was cut and pulled at 3890' and plugs were placed from 12,850' to 12,750', 4800' to 4700' and a ten foot plug in top at head.

Q When was the Commission first apprised of the fact that Roy T. Short had become the operator of this well?

A On August 28, 1956 a C-102 was received from Roy T. Short as operator, and who listed his address as 1909 First National Building, Oklahoma City, Oklahoma, Notice of Intention to Re-enter and complete in the Queens sand. This C-102 was accompanied by a One-Well Bond.

Q I hand you a document which has been identified as Exhibit 1 and ask you if this is a true copy of the C-102 that was filed with the Oil Conservation Commission by Mr. Short.

A It is. This well was plugged by the Noble Officer on August 28, 1956.

Q What did Mr. Short propose to do?

A He has here, "Check notice of Intention to Change Operator and to Re-enter". He listed his procedure as follows:

"To go into the well and clean out to a point below the Queens and then go in and log and perforate the Queens. After this is done, to acidize and fracture treat and try to obtain a commercial well."

Q I hand you a document which has been marked as Exhibit 2 and ask you if this is a One-Well plugging bond which accompanied the C-102 just mentioned as Exhibit 1.

A It is.

Q Who is named a surety in this bond?

A Hartford Accident and Indemnity Company of Connecticut

Q Who signed as attorney in fact for Hartford Indemnity and Surety Company?

A Jack Daniels signed as attorney in fact, for the Hartford Accident and Indemnity Company.

Q Were any other reports received by the Oil Conservation Commission subsequent to the filing of the 102 and the bond?

A No, we have received no other reports on the well.

Q No 103 was filed showing the report of the proposed action?

A No.

Q I went to find out from the other sources what was actually done with the well?

A I found The Western Company in Midland and they said that they had acidized the well ~~for use~~ and then fracture treated it. They also told me that they had not been paid for this work.

Q Did you inspect this well in April and again in May of 1957?

A I did.

Q What condition did you find the well?

A I found that the well had a regular flange type head on it, flowing head. It also had a pressure gauge on the annulus, that would be the 9-5/8" annulus. Whether it had tubing in it I could not be certain. I assumed, however, that there was tubing in the well and this gauge on the annulus showed the pressure then between the 9-5/8" casing and the tubing.

Q Did you attempt to make a pressure reading at that time?

A I read approximately 260 pounds on this pressure gauge.

Q Did the pressure gauge appear to be in proper working condition?

A Yes, I tapped it and it seemed to be working all right.

Q Did you also take a sample of the gas from the well and have it analyzed?

A Yes. We had asked Permian Basin Pipe Line Company for a pressure or a sample bomb and they obliged us and we went out there and took a sample of this well from the top of the head there and

they run a sample on it for us.

Q Would you give us the result of that analysis, please?

A The analysis we received from the laboratory of the Permian Basin Pipe Line Company showed that by:

<u>Component</u>	<u>Mole %</u>
Methane	86.31
Ethane	6.32
Propane	3.21
Iso-Butane	0.37
n-Butane	0.30
Pentane	0.20
Hexane	0.03
Nitrogen	1.04
H <sub>2</sub> S	0.00
CO <sub>2</sub>	0.22

This analysis showed that the gas was very probably from the Queen sand section of this well as they compared it with other Queen gas samples, and it seemed to check out pretty well.

Q Was the potential production test also taken on this well?

A It was.

Q By whom and at whose request?

A We asked the El Paso Natural Gas Company in Jal if they would run a test on this well, and they did.

Q Would you give us the results of that test, please?

A The first flow point was on 1/8" plate at 171 psig. and at the end of the test the plate size was 1/4" and pressure was 2 psig. Calculation of the flowing volume by El Paso showed that the gas produced during the test was 19 MCF per day.

Q Was that a calculated figure? A Yes.

Q Is it your opinion that the well is consistently capable of producing nineteen?

A No, I do not think this well could sustain any good production under any length of time.

Q What is your reason?

A At the end of the test they had gotten down to, I think it was a one-quarter inch plate, and this two pound gauge pressure, and there is also no connection for a Queen gas in this particular area and probably this gas could not buck any line pressure that they might put in.

Q Considering all the foregoing facts, is it then your opinion that this well is or is not a commercial gas well?

A It is my opinion that this well is not commercial for Queen gas.

Q Based on this conclusion, is it your opinion that the well should be plugged and abandoned?

A I believe this well should be plugged and abandoned according to the Rules and Regulations of the Commission.

MR. COOLEY: That is the case.

MR. PORTER: Does anyone have a question of the witness?  
The witness may be excused.

(Witness excused.)

MR. COOLEY: I have a short statement, please.

MR. PORTER: Nothing more.

MR. COOLEY: I would like to urge the Oil Conservation Commission to enter an order, as a result of the testimony just presented, ordering this well to be plugged and abandoned in accordance with the procedure prescribed by the Oil Conservation Commission, and that the same shall be plugged either by Roy T. Short or the surety, Hartford Accident and Indemnity Company.

MR. PORTER: Does anyone else have any comments?

MR. COOLEY: Is a representative of Hartford Accident and Indemnity present at this yearing?

MR. PORTER: The question is, is there any representative of the surety in this case present?

MR. COOLEY: In view of that fact, we would like to enter Exhibit 3 in this case as well, which is a return receipt from Bob Daniels from the resident agent of Hartford Accident and Indemnity Company, and have this marked as Exhibit 3 as evidence of the fact they were notified in this case.

MR. PORTER: Without objection it will be admitted.

MR. COOLEY: With that I move that the exhibits be admitted 1 through 3.

MR. PORTER: Exhibits 1, 2 and 3 will be admitted. The Commission will take the case under advisement, and take up next Case 1280.

C E R T I F I C A T E

STATE OF NEW MEXICO )  
: SS  
COUNTY OF BERNALILLO )

I, *Asa Dearnley*, Court Reporter, do hereby certify that the foregoing and attached transcript of proceedings before the New Mexico Oil Conservation Commission at Santa Fe, New Mexico, is a true and correct record to the best of my knowledge, skill and ability.

IN WITNESS WHEREOF I have affixed my hand and notarial seal this *22<sup>nd</sup>* day of July, 1957.

*Asa Dearnley*  
Notary Public-Court Reporter

My commission expires:

*June 19, 1959*

May 13 9 4 1957

AFFIDAVIT

STATE OF NEW MEXICO)

ss.

COUNTY OF LEA )

Murrell Abbott, being first duly sworn upon his oath, deposes

and states:

1. That he is co-owner of the Abbott Brothers Drilling Company which has offices on the Lovington highway in Hobbs, New Mexico.

2. Verbal agreement with Mr. Roy T. Short to pay \$100 per day rigtime following lease. Moved in, rigged up and spudded January 16, 1957. Rigged down and moved out February 13, 1957. This does not count Sundays. He agreed to put \$750 in the bank to start the location, but later checked it out for personal expenses. Location is the No. 1 Eidson, 660 feet from the south and west lines of Section 25 Township 16 South Range 35 East. We drilled from 0 feet to 172 feet with a 12½" hole. I called Mr. Short and he said that he did not have the right to release us, but that "we might as well move off". Roy Short was acting as agent for the Apache Basin Oil Company. Mr. Short said that they had offices in Oklahoma City and that that was where they were operating out of. He was driving a car registered and belonging to Oil Exploration, Inc., 1909 First National Bank Building, Oklahoma City. Mr. Short had a telegram from Mr. M. N. Hamilton saying that he would be in Lovington within four or five days from February 8, 1957, and that he would pay us for the work done. At about that time Mr. Short left and went to Mangum, Oklahoma, and stayed at the Franklin Hotel. I tried five or six times to contact Mr. Short by letter and phone and I did talk to him on the phone one time. I have had no luck in collecting. The well is only covered, and is not plugged.

Murrell Abbott  
Murrell Abbott

SUBSCRIBED AND SWORN before me this 17th day of May, 1957

W. H. Hughes  
NOTARY PUBLIC

My Commission expires:

Oct. 24, 1957

TO WHOM IT MAY CONCERN:

I, the undersigned, personally know Roy T. Short. Mr. Short came to Lovington, New Mexico about July, 1956, and was in Lovington most of the remainder of 1956. Roy T. Short by his personal admission to me stated that he worked for a Mr. M. N. Hamilton, who lived at 112 Van Winkle Drive, San Anselmo, California, and who owned the following Oklahoma Companies and Corporations: Basin Oil Company, 1909 First National Building, Oklahoma City, Oklahoma, Apache Basin Oil Company, Oil Explorations, Inc..

Roy T. Short personally told me that he was employed by the above concerns and that he was acting as their agent while drilling an oil well in his own name in the Southwestern Part of Lea County, New Mexico, better described as follows: Well Known as the Eidson B#3, located in Southwest Quarter of the Southeast Quarter of Section 26, Township 16 South, Range 35 Esat, Lea County, New Mexico.

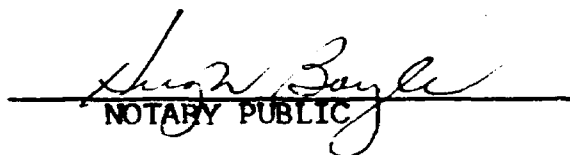


Harold L. Runnels

Dated the 11 day of May, 1957

State of New Mexico  
County of Lea  
of

SUBSCRIBED AND SWORN TO BEFORE ME THIS 11th DAY OF MAY 1957.

  
NOTARY PUBLIC

MY COMMISSION EXPIRES:

March 23, 1960

810 La Salle  
Amarillo, Texas  
July 15, 1957

Mr. Wm. J. Cooley  
Oil Conservation Commission  
State of New Mexico  
P. O. Box 871  
Santa Fe, New Mexico

Dear Mr. Cooley:

In regard to our telephone conversation of this date please  
find an Affidavit concerning Case #1279 before the Commission.  
I will be glad to furnish any further information or do  
anything that I can to clear this matter up.  
Thank you very much for the consideration you have shown me in  
this matter.

Yours very truly,

  
Roy T. Short

RTS

Enc.

AFFIDAVIT

Re: Plugging of Well in  
SW/4 SW/4, Sec. 25,  
T-16S, R-35E  
Lea County, N. M.

I do hereby swear and depose that the following is true to the best of my knowledge:

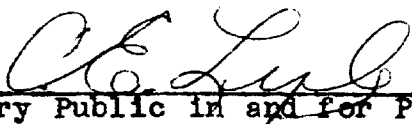
The lease this well was on was in M. N. Hamilton's name and then assigned to Apache Basin Oil Company. I am not the operator on this well, I have no interest and have had no interest in Apache Basin Oil Company, and I am not and have not been in any partnership with M. N. Hamilton. My only interest in the lease was a 1/32 overriding royalty that I got for bringing the deal in to M. N. Hamilton. In ordering the work done on this well I was acting in good faith and only as an employee of M. N. Hamiltons. I told him that a plugging bond and a notice of intent to drill were necessary before the well was commenced. Mr. Hamilton told me to go ahead and have a spudder moved in to hold the lease and he would get a bond and have me file the notice. He asked me to get another one well bond in my name but I refused as his past actions had not been satisfactory. I stayed with him for several months after all this for two reasons. First, to try to get him to pay the bills and plug the Eidson well in Section 26 and secondly, to try and get all the money he owed me. I felt that if I quit him the well in my name would never get plugged by him. Mr. Hamilton was living in Santa Rosa, California, but I have been unable to contact him there and I do not know whether he still lives there or where he does live.

  
Roy T. Short

THE STATE OF TEXAS, )  
COUNTY OF POTTER )

BEFORE ME, the undersigned, a Notary Public in and for said  
County and State, on this day personally appeared Roy T. Short,  
known to me to be the person whose name subscribed to the fore-  
going instrument, and acknowledged to me that he executed the same  
for the purposes therein expressed.

GIVEN UNDER MY HAND AND SEAL OF OFFICE this the 15th day of July,  
A.D. 1957.

  
\_\_\_\_\_  
Notary Public in and for Potter County  
Texas

GOVERNOR  
EDWIN L. MECHEM  
CHAIRMAN

**New Mexico**  
**OIL CONSERVATION COMMISSION**

LAND COMMISSIONER MURRAY E. MORGAN  
MEMBER

STATE GEOLOGIST A.L. PORTER JR.  
SECRETARY DIRECTOR



P. O. BOX 2045  
HOBBS, NEW MEXICO

The records in the County courthouse in Lovington, New Mexico,  
show the following:

SW/4 of Section 25 Township 16 South Range 35 East

Book

Volume 143	Oil Lease	Page 178
Millard Eidson et ux	Mattie and Scharbauer Eidson	
	to	
Harold Runnels	Filed 7/24/56 (6 Months)	
Volume 143	Oil Lease	Page 180
Harold Runnels et ux	Assigned to M. N. Hamilton	
	Filed 7/24/56	
Volume 112	Misc.	Page 171
M. N. Hamilton	to Roy T. Short	
	Assigned 1/32 of 7/8-Filed 8/20/56	
Volume 112	Misc.	Page 173
M. N. Hamilton	to Fern V. Hamilton	
	Assigned 1/32 of 7/8 Filed 8/20/56	
Volume 150	Oil Lease	Page 141
M. M. Hamilton	to Apache Basin Oil Company on	
	Assignment-Filed 1/23/57	

M. N. Hamilton assigned to Apache Basin Oil Company 5 months  
and 29 days from the original filing date of Harold Runnels  
from Millard Eidson et al, who had a 6 month's lease.

Report on Investigations into the Condition and Ownership of Two Wells in the Shoe Bar area of Lea County, New Mexico

~~One of the wells in question is carried in the Oil Conservation files as The Roy T. Short et al Millard Eidson No. R-3, is a temporarily abandoned well. This well is located in the SE 1/4 of the SE 1/4 of Section 20 Township 16 South Range 35 East, Lea County, New Mexico.~~

① The Roy T. Short et al Millard Eidson No. R-3 was spudded on or about May 22, 1954 by Parker Drilling Company for the original operator, Western Natural Gas Company (Form C-103 on running and testing of 13-3/8" surface casing received May 27, 1954). Casing design is as follows:

Surface casing, 13-3/8" 48# H-40 casing 6349' w/350 sx. circ.  
Intermediate casing, 9-5/8" 36# & 40# casing 21940' w/1000 sx. circ.

On June 25, 1954 4889' of 9-5/8" 32# J-55 Drill casing was set at 5000' w/64 sacks of cement. Top of cement by temperature survey was at 3960'.

The hole was drilled to 12,855' and completed dry. The C-103 on plugging (received in Hobbs on September 21, 1954) shows that the 8-5/8" casing was cut and pulled at 3800' and plugs were placed from 12,850' to 12,750', 4800' to 4700' and a ten foot plug in top at head.

*address at time* Our last correspondence on subject well, Received August 28, 1956 was a C-102 from Roy T. Short as Agent for Roy T. Short et al *Apr.*  
1909 First National Bldg., Oklahoma City, Oklahoma, Notice of Intention to Re-enter and complete in the Queens sand. The C-102 was accompanied by a One-Well Bond. *Introduce Bond*

On contacting The Western Company in Midland, Texas it was ascertained that a perforated section from 1075' to 1090' in subject well was treated on August 9, 1956 with 500 gallons of mud acid and on August 12, 1956 the well was treated with 5000 gallons of lease crude containing 5000 pounds of sand. Western Company was never paid for this job.

In April, 1957 and in May, 1957 the location was inspected by E. J. Fischer and Eric Ensbrecht of the Oil Conservation Commission Hobbs office, and found to be ~~in the condition as shown in the pictures (taken May 10, 1957).~~ The pressure gauge on the well head 9-5/8" casing annulus was approximately 260 psi. and the choke was leaking gas to the atmosphere. The pits and general well location had not been levelled or cleaned. *marked*

A gas sample obtained from the well on Mar 17, 1957 by E. J. Fischer was analyzed by Permian Basin Pipeline Company at the request of the Commission. The analysis was as follows:

<u>Component</u>	<u>Mole %</u>
Methane	86.31
Ethane	8.32
Propane	3.21
Iso-Butane	0.37
n-Butane	0.30
Pentane	0.20
Hexane	0.03
Nitrogen	1.04
H <sub>2</sub> S	0.00
CO <sub>2</sub>	0.22

*John Fischer*  
This analysis shows that the gas is very probably from the Queen sand section of subject well.

*What pressure*  
On June 5, 1957 the well was tested by El Paso Natural Gas Company (Jal, New Mexico office). The first flow point was on 1/8" plate at 171 psig. and at the end of the test the plate size was 1/4" and pressure was 2 psig. Calculation of the flowing volume of gas produced during the test showed the well had a capacity of 19 MCFPD.

DOCKET: REGULAR HEARING JULY 17, 1957

Oil Conservation Commission 9 a.m., Mabry Hall, State Capitol, Santa Fe, NM

- ALLOWABLE:**
- (1) Consideration of the oil allowable for August, 1957.
  - (2) Consideration of the allowable production of gas for August, 1957, from the seven prorated pools in Lea County, New Mexico; also consideration of the allowable production of gas from the six prorated pools in San Juan and Rio Arriba Counties, New Mexico, for August, 1957.

**CASE 1275:** Application of Shell Oil Company for an exception to Rule 309 of the Commission Rules and Regulations to permit the transportation of oil from the basic lease prior to measurement, and to produce more than eight wells into a central plant, and to commingle production from the participating area of the Carson Unit with production from other wells in the area. Applicant, in the above-styled cause, seeks an order authorizing off-lease measurement of oil produced from the Bisti-Lower Gallup Oil Pool and an undesignated Lower Gallup Oil Pool in Township 25 North, Range 11 West, and Township 25 North, Range 12 West, San Juan County, New Mexico, by means of an automatic custody transfer system; and to authorize the production of more than eight wells into a central testing and measuring plant and further, to authorize the commingling of non-participating area production with participating area production in the Carson Unit, with royalty payments to be calculated by means of periodic production rate tests.

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CASE 1279: In the matter of the hearing called by the Oil Conservation Commission upon its own motion to permit Roy T. Short, M. N. Hamilton, Apache Basin Oil Company, and Basin Oil Company, and all other interested parties to appear and show cause why the hole located 660 feet from the South and West lines of Section 25, Township 16 South, Range 35 East, Lea County, New Mexico, should not be ordered plugged and abandoned in accordance with the Rules and Regulations of the Oil Conservation Commission of New Mexico.

CASE 1280: Application of Sunray Mid-Continent Oil Company for an order authorizing a pilot secondary recovery project in the Bisti-Lower Gallup Oil Pool in exception to Rule 701 of the Commission Rules and Regulations. Applicant, in the above-styled cause, seeks an order authorizing it to drill and operate a well at a point five feet southeast of the northwest corner of Section 6, Township 25 North, Range 12 West, San Juan County, New Mexico, for the injection of liquified petroleum gases and dry gas into the Lower Gallup formation of the Bisti-Lower Gallup Oil Pool for the purpose of secondary recovery of oil from said pool.

CASE 1281: Application of Skelly Oil Company for approval of an unorthodox oil well location in an undesignated oil pool in Rio Arriba County, New Mexico, in exception to Rule 104 of the Commission Rules and Regulations. Applicant, in the above-styled cause, seeks an order authorizing an unorthodox oil well location in an undesignated oil pool for its Jicarilla "B" Well No. 2 located 1590 feet from the South line and 990 feet from the East line of Section 31, Township 25 North, Range 5 West, Rio Arriba County, New Mexico. Said well was projected as a gas well in accordance with the Commission gas well location rules but was found to be productive of oil.

CASE 1282: Southeastern New Mexico Nomenclature case calling for an order creating new pools and extending and deleting certain areas from existing pools in Eddy and Lea Counties, New Mexico.

(a) Create a new oil pool for Grayburg production, designated as the Teague-Grayburg Pool, and described as:

TOWNSHIP 23 SOUTH, RANGE 37 EAST  
Section 20: SE/4

- (b) Create a new oil pool for Pennsylvanian production, designated as the Kennitz-Pennsylvanian Pool, and described as:

TOWNSHIP 16 SOUTH, RANGE 33 EAST  
Section 13: SE/4

- (c) Extend the Dollarhide-Drinkard Pool to include:

TOWNSHIP 24 SOUTH, RANGE 38 EAST  
Section 19: NW/4  
Section 20: W/2 SW/4

- (d) Extend the Drinkard Pool to include:

TOWNSHIP 22 SOUTH, RANGE 37 EAST  
Section 27: E/2 NE/4

- (e) Extend the Gladiola Pool to include:

TOWNSHIP 12 SOUTH, RANGE 37 EAST  
Section 25: N/2 NE/4

TOWNSHIP 12 SOUTH, RANGE 38 EAST  
Section 17: NW/4  
Section 18: N/2 NE/4

- (f) Extend the North Gladiola-Devonian Pool to include:

TOWNSHIP 11 SOUTH, RANGE 38 EAST  
Section 32: SE/4

TOWNSHIP 12 SOUTH, RANGE 38 EAST  
Section 6: SW/4  
Section 7: NW/4  
Section 8: NW/4

- (g) Extend the West Henshaw-Grayburg Pool to include:

TOWNSHIP 16 SOUTH, RANGE 30 EAST  
Section 4: SE/4  
Section 5: SE/4  
Section 8: NE/4

- (h) Extend the Langlie-Mattix Pool to include:

TOWNSHIP 23 SOUTH, RANGE 36 EAST  
Section 4: E/2 SE/4

- (i) Extend the Pearl-Queen Pool to include:

TOWNSHIP 19 SOUTH, RANGE 35 EAST  
Section 22: S/2 SE/4

- (j) Extend the Townsend-Wolfcamp Pool to include:

TOWNSHIP 16 SOUTH, RANGE 36 EAST  
Section 6: W/2 SW/4

- (k) Extend the Terry-Blinebry Pool to include:

TOWNSHIP 21 SOUTH, RANGE 37 EAST  
Section 3: Lot 16  
Section 4: Lot 1

- (l) Delete the following area from the Blinebry Gas Pool:

TOWNSHIP 21 SOUTH, RANGE 37 EAST  
Section 3: Lot 16  
Section 4: Lot 1

CASE 1283: Northwestern New Mexico nomenclature case calling for an order extending existing pools in San Juan and Rio Arriba Counties, New Mexico.

- (a) Extend the Aztec-Pictured Cliffs Pool to include:

TOWNSHIP 28 NORTH, RANGE 9 WEST  
All of Sections 9, 10, 11, 12, 13, & 14  
Section 15: E/2 & SW/4  
Section 24: All

TOWNSHIP 31 NORTH, RANGE 11 WEST  
Section 34: All

- (b) Extend the Otero-Pictured Cliffs Pool to include:

TOWNSHIP 23 NORTH, RANGE 5 WEST  
Section 9: E/2  
Section 16: N/2

TOWNSHIP 24 NORTH, RANGE 5 WEST  
Section 13: SW/4  
Section 14: S/2  
Section 21: NE/4  
Section 22: N/2 & SE/4  
All of Sections 23, 24, & 25  
Section 31: S/2

- (c) Extend the South Blanco-Pictured Cliffs Pool to include:

TOWNSHIP 24 NORTH, RANGE 4 WEST  
Section 5: W/2

TOWNSHIP 27 NORTH, RANGE 8 WEST  
Section 4: All

- (d) Extend the Blanco-Mesaverde Pool to include:

TOWNSHIP 28 NORTH, RANGE 9 WEST  
Section 32: All

- (e) Extend the Bisti-Lower Gallup Oil Pool to include:

TOWNSHIP 26 NORTH, RANGE 13 WEST  
Section 36: NW/4

- (f) Extend the Verde-Gallup Oil Pool to include:

TOWNSHIP 31 NORTH, RANGE 14 WEST  
Section 18: All

TOWNSHIP 31 NORTH, RANGE 15 WEST  
Section 13: N/2

CONTINUED CASES

- CASE 1221: Application of the Oil Conservation Commission on its own motion for an order amending Commission Order R-586 insofar as it relates to the Byers-Queen and Tubb Gas Pools. Applicant, in the above-styled cause, seeks an order amending the Special Rules and Regulations for the Tubb Gas Pool to make provision in said rules for the regulation of oil wells completed within the defined limits of said pool; and further to consider the deletion of that portion of Order R-586 relating to the Byers-Queen Gas Pool.
- CASE 1261: Application of Gulf Oil Corporation and Western Oil Fields, Inc., for an order force pooling certain acreage in the Blinebry and Tubb Gas Pools, Lea County, New Mexico. Applicants, in the above-styled cause, seek an order force pooling the interests of all persons having any right, title or interest in the Blinebry and Tubb formations underlying the SW/4 Section 30, Township 22 South, Range 38 East, Lea County, New Mexico.
- CASE 1262: Application of Gulf Oil Corporation and Western Oil Fields, Inc., for an order force pooling certain acreage in the Blinebry and Tubb Gas Pools, Lea County, New Mexico. Applicants, in the above-styled cause, seek an order force pooling the interest of all persons having any right, title or interest in the Blinebry and Tubb formations underlying the SE/4 Section 30, Township 22 South, Range 38 East, Lea County, New Mexico.
- CASE 1263: Application of Gulf Oil Corporation and Western Oil Fields, Inc., for an order force pooling certain acreage in the Blinebry and Tubb Gas Pools, Lea County, New Mexico. Applicants, in the above-styled cause, seek an order force pooling the interests of all persons having any right, title or interest in the Blinebry and Tubb formations underlying the NE/4 Section 25, Township 22 South, Range 37 East, Lea County, New Mexico.

CASE 1264: Application of Gulf Oil Corporation and Western Oil Fields, Inc., for an order force pooling certain acreage in the Blinbry and Tubb Gas Pools, Lea County, New Mexico. Applicants, in the above-styled cause, seek an order force pooling the interests of all persons having any right, title or interest in the Blinbry and Tubb formations underlying the SE/4 Section 25, Township 22 South, Range 37 East, Lea County, New Mexico.

CASE 1265: Application of R. Olsen Oil Company for an order force pooling certain acreage in the Justis Gas Pool, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order force pooling the interests of all persons having any right, title or interest in the Glorieta formation of the Justis Gas Pool underlying the NE/4 Section 23, Township 25 South, Range 37 East, Lea County, New Mexico.

ir/

OIL CONSERVATION COMMISSION  
SANTA FE, NEW MEXICO

Date 7/24/57

CASE 1278

Hearing Date 7/17/57

My recommendations for an order in the above numbered cases are as follows:

Enter an order calling for Roy T. Short and/or Hartford Accident and Indemnity Company to plug and abandon the Roy T Short, et al, Millard Edison No B-3 well in the SW 1/4 SE 1/4 Sec 26 T16 S R35 E, Lea Co. N. Mex.

Order should require that the work be done within a specified period of time. 30 days should be enough.

  
Staff Member

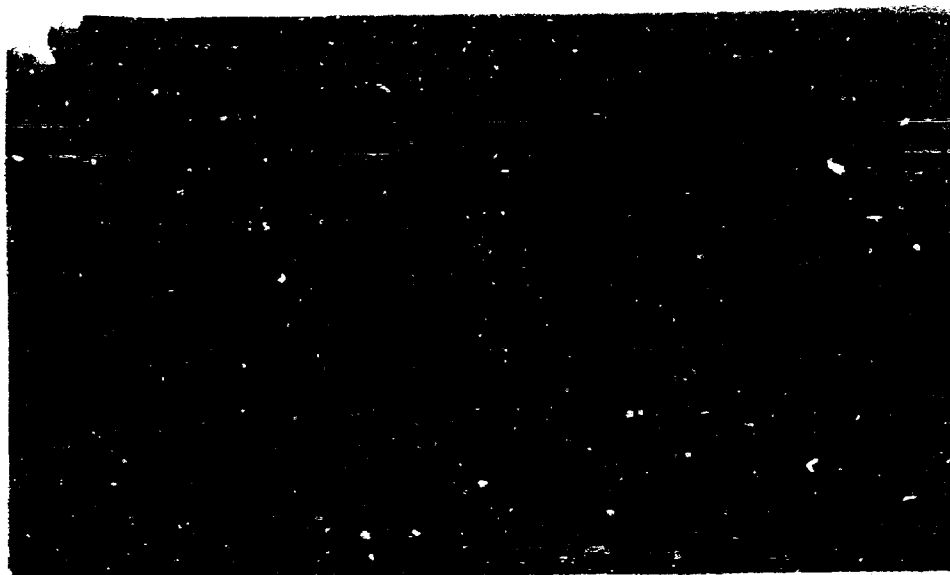
No. 97653

RECEIPT FOR CERTIFIED MAIL—15¢

SENT TO <i>Roy T. Short</i>		POSTMARK OR DATE
STREET AND NO. <i>90 Graham Plaw Co.</i>		
CITY AND STATE <i>Amarillo, Texas</i>		
<input checked="" type="checkbox"/> If you want a return receipt, check which It shows to whom and when delivered		<input type="checkbox"/> If you want restricted delivery, check here 20¢ fee

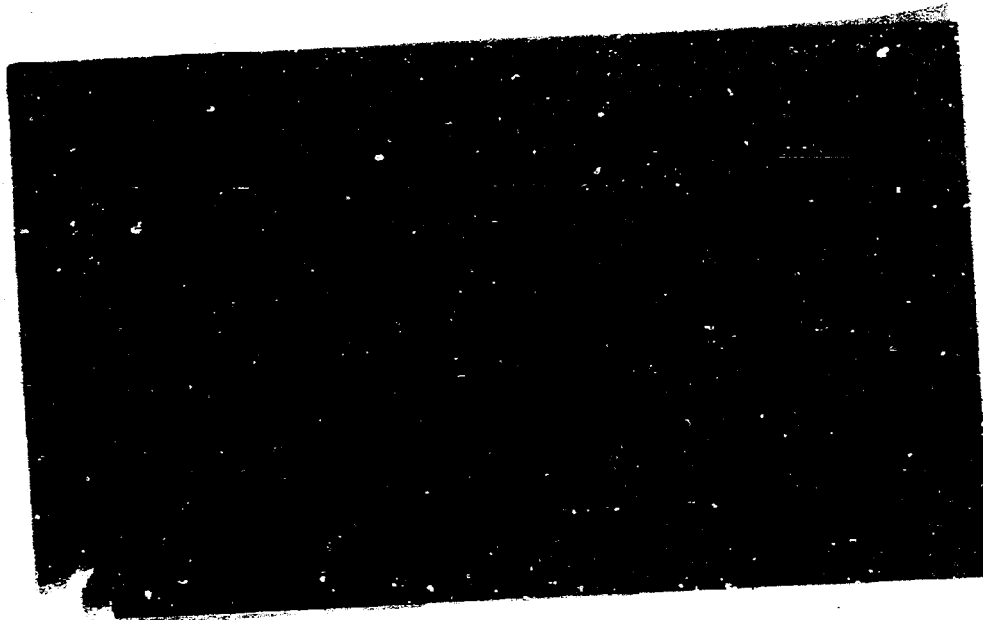
POD Form 3800  
Mar. 1956

Replaces previous editions of  
this form which MAY be used.



1. Stick postage stamps to your article to pay:
  - 15-cent certified mail fee
  - First-class or airmail postage
  - Either return receipt fee (*optional*)
  - Restricted delivery fee (*optional*)
  - Special-delivery fee (*optional*)
2. If you want this receipt postmarked, stick the gummed stub on the address side of the article, leaving the receipt attached, and present the article to a postal employee.
3. If you do not want this receipt postmarked, stick the gummed stub on the address side of the article, detach and retain the receipt, and mail the article.
4. If you want a return receipt, write the certified-mail number and your name and address on a return receipt card, POD Form 3811, and attach it to the back of the article. Endorse front of article RETURN RECEIPT REQUESTED.
5. Save this receipt and present it if you make inquiry.

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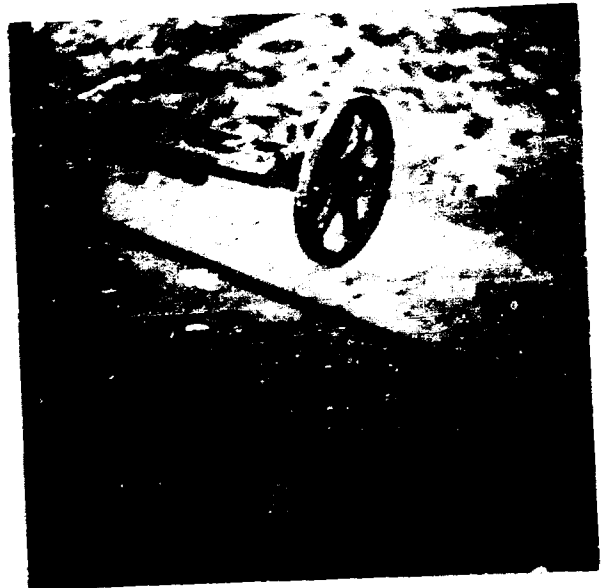
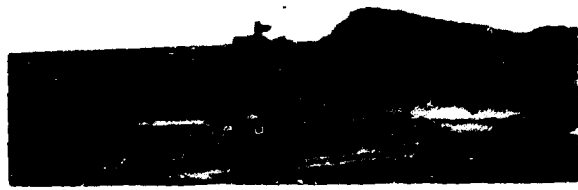
ART METAL STEEL FURNITURE

1214 AVENUE K

WILSON BOWLAND, A. B. DICK PRODUCTS

*Ray T. Short et al*  
*Eidson #B-3*

1771



May 11, 1957

Approx. 3:00 pm.

Edison # B-3

May 11, 1957

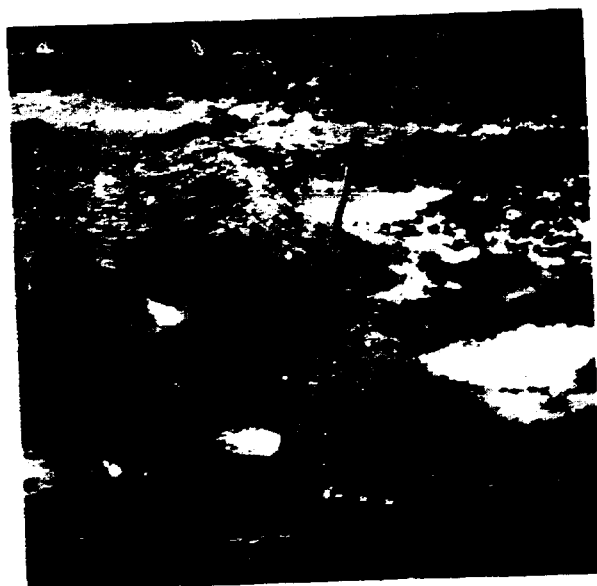
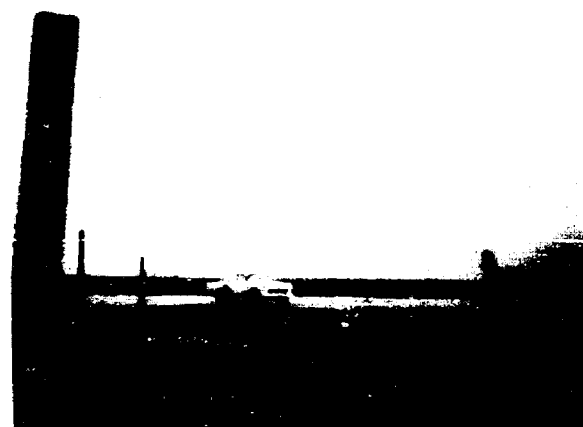
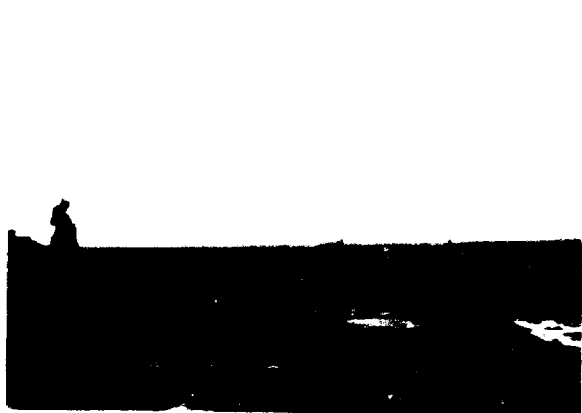
Approx. 3:00 pm.

Edison # B-3

May 11, 1957

Approx. 3:00 pm

Edison # B-3



May 11, 1957  
approx. 3:00 PM.  
Edison # B-3

May 11, 1957  
approx. 3:00 PM.  
Edison # B-3

May 11, 1957  
approx. 2:30 PM.  
Loc. 660' So. & W. lines  
Sec. 25-16-35E  
Lea Co., N. M.

May 11, 1957  
approx. 2:30 PM.  
Loc. 660' F So. & W. lines  
Sect. 25-16-35E  
Lea Co., N. M.

May 11, 1957  
approx. ~~3:00~~<sup>2:30</sup> PM.  
Loc. 660' F So. & W. lines  
Sec. 25-16-35E  
Lea Co., N. M.

May 11, 1957  
approx. 3:00 PM.  
Edison # B-3

May 11, 1957  
approx. 3:30 PM.  
Loc. 660' So. & W. lines  
Sec. 25-16-35E  
Lea County, N. M.

May 11, 1957  
approx. 2:30 PM.  
Loc. 660' F So. & W. lines  
Sect. 25-16-35E  
Lea Co., N. M.

May 11, 1957  
approx. 2:30 PM.  
Loc. 660' F So. & W. lines  
Sect. 25-16-35E.  
Lea Co., N. M.

GOVERNOR  
EDWIN L. MECHEM  
CHAIRMAN

**New Mexico**  
**OIL CONSERVATION COMMISSION**

LAND COMMISSIONER MURRAY E. MORGAN  
MEMBER

STATE GEOLOGIST A.L. PORTER JR.  
SECRETARY DIRECTOR



P. O. BOX 2045  
HOBBS, NEW MEXICO

2

The other hole is located 660' from the south line and 660' from the west line of Section 25 Township 16 South Range 35 East, Lea County, New Mexico, according to Mr. Charles Miller, who staked the location personally.

This hole was spudded on or about January 16, 1957 according to Abbott Brothers Drilling Contractor's invoices. Commission information is that a 12½" hole was drilled to approximately 150 feet, but was never cased with pipe or other conduit. The hole is still uncased (refer to pictures).

Abbott Bros. spudder rig remained on the hole until February 13, 1957 and then moved off when they were unable to contact Mr. Roy Short. Mr. Short left the area and Abbott Bros. have received no compensation for work performed on subject hole.

All attempts by the personnel of the Hobbs office of the Oil Conservation Commission to locate Roy T. Short, M. N. Hamilton, or other officers of the Apache Basin Oil Company, Basin Oil Company, or Roy T. Short et al have been unsuccessful. On May 11, 1957 it was learned from an interested party that Roy T. Short may be found in Amarillo, Texas (Phone Number Drake 2-1307). Attempts to reach him at that number on May 14 and 15 were unsuccessful.

Other correspondence and pictures of subject well in Section 25 Township 16 South Range 35 East, Lea County, New Mexico, are attached.

It has become apparent that Mr. Roy T. Short has been acting in various instances in connection with the above-mentioned wells as agent for Mr. M. N. Hamilton.

Respectfully submitted,

*E. J. Fischer*

E. J. Fischer-Engineer District I

Case 1278 + 1279

GOVERNOR

EDWIN L. NECHEM  
CHAIRMAN

New Mexico

OIL CONSERVATION COMMISSION

AD COMMISSIONER, MURRAY E. MORGAN  
MEMBER

STATE GEOLOGIST, A.L. PORTER JR.  
SECRETARY DIRECTOR



P. O. BOX 2045  
HOBBS, NEW MEXICO  
June 11, 1957

Mr. A. L. Porter, Jr.  
Oil Conservation Commission  
P. O. Box 871  
Santa Fe, New Mexico

Dear Mr. Porter:

Attached is a report on two wells in the Shoe Bar area of  
Lea County, New Mexico, pictures of which are enclosed.

Yours very truly,

OIL CONSERVATION COMMISSION

*E. J. Fischer*

E. J. Fischer  
Engineer-District I

EJF/41  
encl.

J. C. MULLETT  
CHAIRMAN OF FINANCE COMMITTEE

WILSON C. JAINSEN  
PRESIDENT



## HARTFORD ACCIDENT AND INDEMNITY COMPANY

HOME OFFICE—HARTFORD 15, CONNECTICUT

ARTHUR M. KELTING, MANAGER

DENVER OFFICE

TELEPHONE: KE 4-6301

SIX FIFTY FIVE BROADWAY BUILDING, DENVER 3, COLORADO

July 16, 1957

Oil Conservation Commission,  
State of New Mexico  
Santa Fe,  
New Mexico

Subject: Case 1278, Roy T. Short  
Our file - 16 S 28249 - Roy T. Short, Prin.  
State of New Mexico, Obligee

Gentlemen:

We have just received word by telephone Mr. Roy T. Short has voluntarily defaulted under our bond.

Consequently, we have requested the well in question be capped at our expense.

As soon as we receive confirmation the well has been capped, we will write you further, sending you a copy of Mr. Short's default and substantiating that the capping of the well has been done.

Very truly yours,

*R. R. Rominger*  
R. R. Rominger

RRR:pk

CC: Daniels Agency

OIL CONSERVATION COMMISSION  
P. O. BOX 971  
SANTA FE, NEW MEXICO

# Memo

To

*Mr. J. H. [unclear]*

That the above named  
Roly T Short and  
Northford Ace & Dad  
Co, or either of them,  
shall, within thirty  
days of the date of  
this order, file with  
the Commission office  
in Hobbs, N. Mex.,  
Commission Form C-102

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

2

# Memo

From

To  
setting forth the  
proposed plugging  
program for the  
said Millard Edison  
No. B-3 well. ~~Further~~

(3) That the above named  
Ray T. Short and Hartford  
Inden. Co, or either  
of them, shall within  
thirty days ~~after~~ <sup>from</sup> the  
date of approval of said C-102

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

3

# Memo

From

To

by the Commission or its  
authorized representative,  
complete ~~and file~~  
~~Form~~ said plugging  
operation in the  
approved manner, and  
shall ~~report~~ file  
Commission Form C-103,  
Report of Plugging, in  
~~the prescribed manner~~  
accordance with the Commission  
Rules and Regulations.

**DUPLICATE**

NEW MEXICO OIL CONSERVATION COMMISSION  
Santa Fe, New Mexico

**MISCELLANEOUS NOTICES**

Submit this notice in TRIPLICATE to the District Office, Oil Conservation Commission, before the work specified is to begin. A copy will be returned to the sender on which will be given the approval, with any modifications considered advisable, or the rejection by the Commission or agent, of the plan submitted. The plan as approved should be followed, and work should not begin until approval is obtained. See additional instructions in the Rules and Regulations of the Commission.

Indicate Nature of Notice by Checking Below

NOTICE OF INTENTION TO CHANGE PLANS		NOTICE OF INTENTION TO TEMPORARILY ABANDON WELL		NOTICE OF INTENTION TO DRILL DEEPER	
NOTICE OF INTENTION TO PLUG WELL		NOTICE OF INTENTION TO PLUG BACK	<b>X</b>	NOTICE OF INTENTION TO SET LINER	
NOTICE OF INTENTION TO SQUEEZE		NOTICE OF INTENTION TO ACIDIZE		NOTICE OF INTENTION TO SHOOT (Nitro)	
NOTICE OF INTENTION TO GUN PERFORATE		NOTICE OF INTENTION (OTHER)		NOTICE OF INTENTION to (OTHER) <b>change operator</b>	<b>X</b>

OIL CONSERVATION COMMISSION  
SANTA FE, NEW MEXICO

**Hebbe, N.M.** (Place)

**Aug. 28, 1956** (Date)

Gentlemen:

Following is a Notice of Intention to do certain work as described below at the **Ray T. Short et al**

(Company or Operator) Well No. **249** in **0** (Unit)  
**SE 1/4** **SE 1/4** of Sec. **26**, T. **16S**, R. **35E**, NMPM, **Wildcat** Pool  
(40-acre Subdivision)  
**Lee** County.

**FULL DETAILS OF PROPOSED PLAN OF WORK**  
(FOLLOW INSTRUCTIONS IN THE RULES AND REGULATIONS)

This well was drilled to total depth of 12,650 feet by the Western Natural Gas Co. and was plugged and abandoned by them. The lease on which the well was drilled expired by term and we have acquired the lease. We plan to go back into the well and attempt a completion in the Queens sand. The procedure will be as follows: Go into well and clean out to a point below the Queens, then go in and log and perforate the Queens. After this is done we will wash the section with 500 gal. of mud acid, then free it with 5000 gal. and test. All of the work will be done inside of the casing that is already in the hole and the cement plug in the bottom of the casing which was put there when Western Natural drilled the well will not be drilled out as it is below the Queens Sand. A one well bond is included with this notice.

Approved **AUG 29 1956**, 19\_\_\_\_  
Except as follows:

Approved  
OIL CONSERVATION COMMISSION  
By **C. M. Lueder**  
Title **Engineer District 1**

**Ray T. Short et al**  
Company or Operator  
By **Ray T. Short**  
Position **Operator**  
Send Communications regarding well to:  
Name **Ray T. Short**  
Address **1909 First National Bldg.  
Oklahoma City, Okla.**

Ex 1 Case No. 1278

**BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO**

**IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
COMMISSION OF THE STATE OF NEW  
MEXICO FOR THE PURPOSE OF  
CONSIDERING:**

**CASE NO. 1278  
Order No. R-1040**

**IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
COMMISSION UPON ITS OWN MOTION  
TO PERMIT ROY T. SHORT AND  
HARTFORD ACCIDENT AND INDEMNITY  
COMPANY AND ALL OTHER INTERESTED  
PARTIES TO APPEAR AND SHOW CAUSE  
WHY THE ROY T. SHORT, ET AL,  
MILLARD EIDSON NO. B-3 WELL, LOCATED  
IN THE SW/4 SE/4 OF SECTION 26,  
TOWNSHIP 16 SOUTH, RANGE 35 EAST,  
IN THE SAGE HAW AREA OF LEA COUNTY,  
NEW MEXICO, SHOULD NOT BE ORDERED  
PLUGGED AND ABANDONED IN ACCORDANCE  
WITH THE RULES AND REGULATIONS OF  
THE OIL CONSERVATION COMMISSION OF  
NEW MEXICO.**

**ORDER OF THE COMMISSION**

**BY THE COMMISSION:**

This cause came on for hearing at 9 o'clock a.m. on July 17, 1957, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 26<sup>th</sup> day of August, 1957, the Commission, a quorum being present, having considered the testimony and evidence adduced, and being fully advised in the premises,

**FINDS:**

(1) That due public notice having been given as required by law, the Commission has jurisdiction of this case and the subject matter thereof.

(2) That the Millard Eidson "B" No. 3 Well located in the SW/4 SE/4 of Section 26, Township 16 South, Range 35 East, NMPN, Lea County, New Mexico, was originally drilled by the Western Natural Gas Company in May of 1954, and that said well was completed as a dry hole and plugged and abandoned by the Western Natural Gas Company on September 16, 1954.

(3) That on August 28, 1956, Roy T. Short notified the Commission on Form C-102 that he was the operator of the above-described Millard Eidson "B" No. 3 Well and that he intended to re-enter and drill out said well in an attempt to discover commercial hydrocarbon production.

(4) That no commercial hydrocarbon production was discovered as a result of the aforementioned workover by Roy T. Short.

(5) That the said Millard Eidson "B" No. 3 Well has been abandoned without having first been plugged in accordance with Commission Rules and Regulations.

(6) That Roy T. Short's operations on the said Millard Eidson "B" No. 3 Well were covered by a One-Well Bond (Commission Form 39-B1) in the amount of \$5,000.00, executed by Roy T. Short, individual, as principal, and Hartford Accident and Indemnity Company, a Connecticut Corporation, as surety; which bond is conditioned upon the plugging of the said well in accordance with the program approved by the Oil Conservation Commission.

(7) That the said Millard Eidson "B" No. 3 Well should be ordered to be plugged in such a way as to confine the oil, gas and water in the respective strata in which they are found.

IT IS THEREFORE ORDERED:

(1) That Roy T. Short, individual, and Hartford Accident and Indemnity Company, a Connecticut Corporation, be and the same are hereby directed, jointly and individually, to plug the Millard Eidson "B" No. 3 Well, located 660 feet from the South line and 1980 feet from the East line of Section 26, Township 16 South, Range 35 East, NMPM, Lea County, New Mexico, in accordance with a program approved by the Oil Conservation Commission and in such a manner as to confine the oil, gas, and water in the respective strata in which they are found.

(2) That the above named Roy T. Short and Hartford Accident and Indemnity Company, or either of them, shall, within thirty days of the date of this order, file with the Commission office in Hobbs, New Mexico, Commission Form C-102 setting forth the proposed plugging program for the said Millard Eidson No. B-3 Well.

(3) That the above named Roy T. Short and Hartford Indemnity Company or either of them, shall, within thirty days of the date of approval of said Form C-102 by the Commission or its authorized representative, complete said plugging operation in the approved manner, and shall file Commission Form C-103, Report of Plugging, in accordance with the Commission Rules and Regulations.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

*E. L. Mechem*

EDWIN L. MECHAM, Chairman

*Murray E. Morgan*

MURRAY E. MORGAN, Member

*A. L. Porter, Jr.*

A. L. PORTER, Jr., Member & Secretary



*file  
vjs 5/20*

GOVERNOR  
EDWIN L. MECHEM  
CHAIRMAN

New Mexico

OIL CONSERVATION COMMISSION

LAND COMMISSIONER MURRAY E. MORGAN  
MEMBER

STATE GEOLOGIST A.L. PORTER JR.  
SECRETARY DIRECTOR



P. O. BOX 2045  
HOBBS, NEW MEXICO

May 8, 1957

*Carley*

Mr. A. L. Porter, Jr., Director  
Oil Conservation Commission  
Box 871  
Santa Fe, New Mex.

Dear Mr. Porter:

For the past two months this office has attempted to contact Mr. Roy T. Short, an operator that reentered the Willard Eidson B Well No. 3 located in Unit O of Section 26, T-16-S, R-35-E. All attempts have been unsuccessful to date. On May 6, 1957 I personally contacted Mrs. Helen Hayes with Bob Daniels and Sons, the local agent for the Hartford Accident and Indemnity Company, the underwriter on Mr. Short's plugging bond. The purpose of this visit was to inform that office that we have been unsuccessful in locating Mr. Short, and that the well is not plugged and abandoned. Further, I stated to Mrs. Hayes that if we were still unable to contact Mr. Short by June 1, 1957 that this office would recommend to you that the matter be considered for a show cause hearing.

The well is presently shut-in with valves that do not belong to Mr. Short. Further, the owner of this surface equipment, Mr. Bill Cottshall, desires to possess his property, the rental on which he has never received, nor have the surface pits been filled. It is my understanding that Mr. Short has left this area owing numerous bills which have not been paid. I conclude from numerous conversations with people he has had contact with and owes in this area that we will not be able to locate him, or if we do he will not be financially able to plug the well. Therefore, it is my recommendation that this matter be taken up with the bonding company.

Yours very truly,

OIL CONSERVATION COMMISSION

*R. F. Montgomery*

R. F. Montgomery  
Proration Manager

RFM/mc

A F F I D A V I T

STATE OF NEW MEXICO )  
COUNTY OF LEA ) ss.

W. R. Gottshall, being first duly sworn upon his oath, deposes and states:

1. That he is the President of Rental Pipe and Supply Company, a corporation having offices at 318 East Main Street, Hobbs, New Mexico.

2. That on September 4, 1956 said Rental Pipe & Supply Company, in the usual course of business, rented to one, Roy T. Short, the following described items, to wit:

One (1) Flange, Companion, 10" 600 x 9 5/8" Bore, #772

Sixteen (16) Bolts, 1 1/4" x 9 1/4" w/ 32 Hex Nuts

Twelve (12) Studs, 1" x 4 3/4" w/ Nuts

3. That the said Roy T. Short thereupon installed said items on the Eldson B-3 well located in Section Twenty-Six (26), Township Sixteen South (16 S.), Range Thirty Five East (35 E.), Lea County, New Mexico, which well is under the jurisdiction of the New Mexico Oil Conservation Commission.

4. That subsequent to said installation the said Roy T. Short abandoned the well in question including the above mentioned items that had been rented to him by Rental Pipe and Supply Company.

5. That the reasonable charge for the rental of said above described items to date is \$628.38, no part of which amount has been paid by the said Roy T. Short.

6. That your deponent deems the entire indebtedness uncollectible by reason of the fact that the said Roy T. Short cannot be located in the State of New Mexico and efforts to bring about a recovery have been completely unsuccessful.

7. That Rental Pipe and Supply Company is unable to obtain restora-

tion of said above described items by reason of the fact that they are still  
in the abandoned well under gas pressure.

W. R. Gottshall  
W. R. GOTTSALL

SUBSCRIBED AND SWORN before me this 15th day of May, 1957.

W. R. Gottshall  
NOTARY PUBLIC

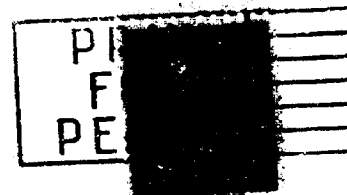
My Commission Expires:

Oct. 24, 1957

OIL CONSERVATION COMMISSION  
Box 871  
SANTA FE, NEW MEXICO.

RECEIVED  
OKLAHOMA CITY, OKLA

MOVED-LEFT NO ADDRESS  
OUT OF BUSINESS  
Shartel Station RO 17723



CERTIFIED MAIL  
No. 97651

Roy T. Short  
1909 First Natl. Bldg.  
Oklahoma City, Oklahoma

RETURN RECEIPT REQUESTED

*Notice of Hearing*

No. 97651

RECEIPT FOR CERTIFIED MAIL—15¢

SENT TO <i>Ray T. Short</i>		POSTMARK OR DATE
STREET AND NO. <i>1909 First Natl Bldg</i>		
CITY AND STATE <i>Oklahoma City, Okla.</i>		
If you want a return receipt, check which <input type="checkbox"/> 7¢ shows to whom and when delivered <input type="checkbox"/> 31¢ shows to whom, when, and address where delivered		
		If you want restricted delivery, check here <input type="checkbox"/> 20¢ fee

PS Form 3800  
Mar. 1956

Replaces previous editions of  
this form which MAY be used.

No. 97652

RECEIPT FOR CERTIFIED MAIL—15¢

SENT TO <i>Bob Daniels &amp; Sons</i>		POSTMARK OR DATE
STREET AND NO. <i>Box 1268</i>		
CITY AND STATE <i>Wabbe</i>		
If you want a return receipt, check which <input type="checkbox"/> 7¢ shows to whom and when delivered <input type="checkbox"/> 31¢ shows to whom, when, and address where delivered		
		If you want restricted delivery, check here <input type="checkbox"/> 20¢ fee

PS Form 3800  
Mar. 1956

Replaces previous editions of  
this form which MAY be used.

