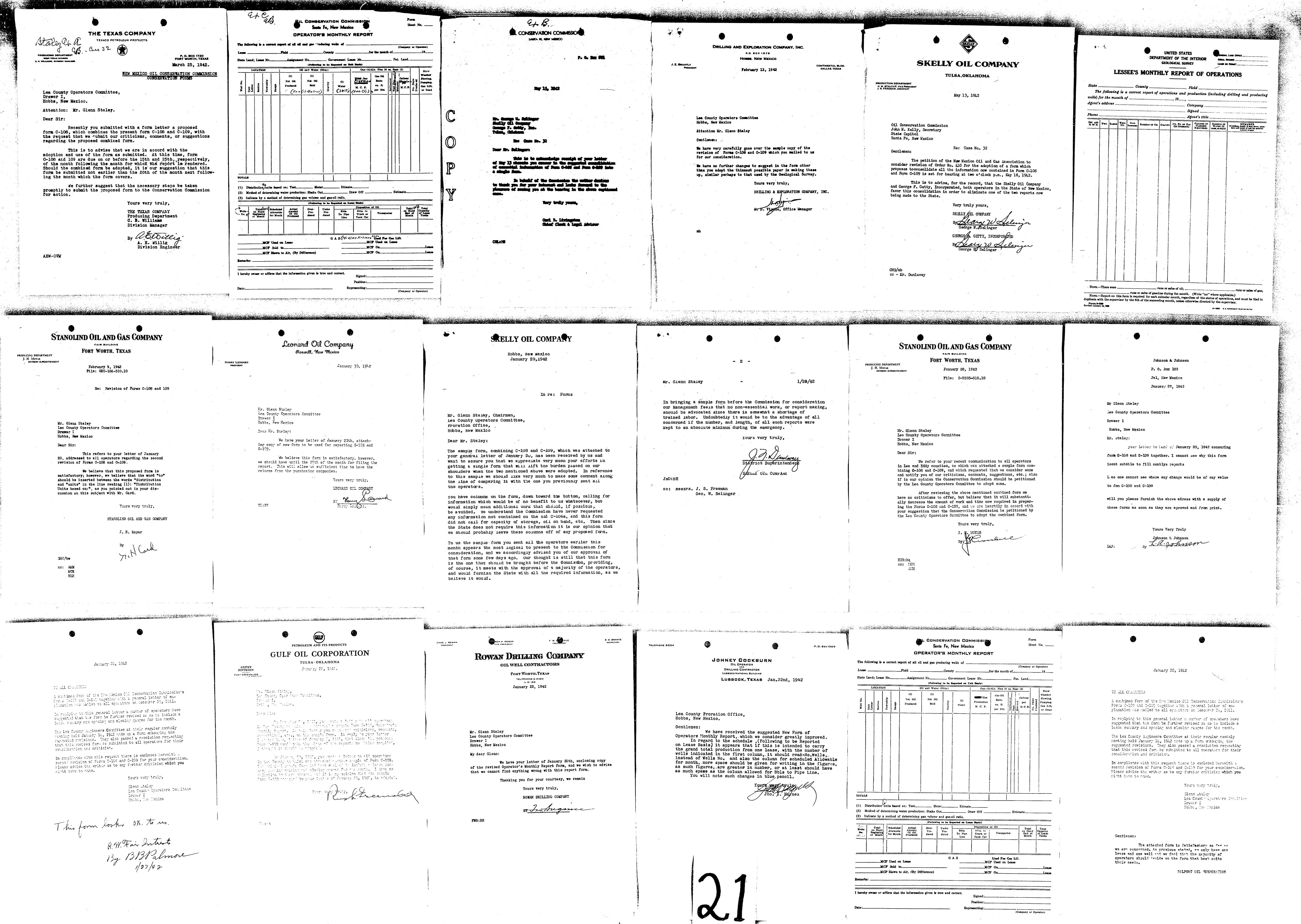
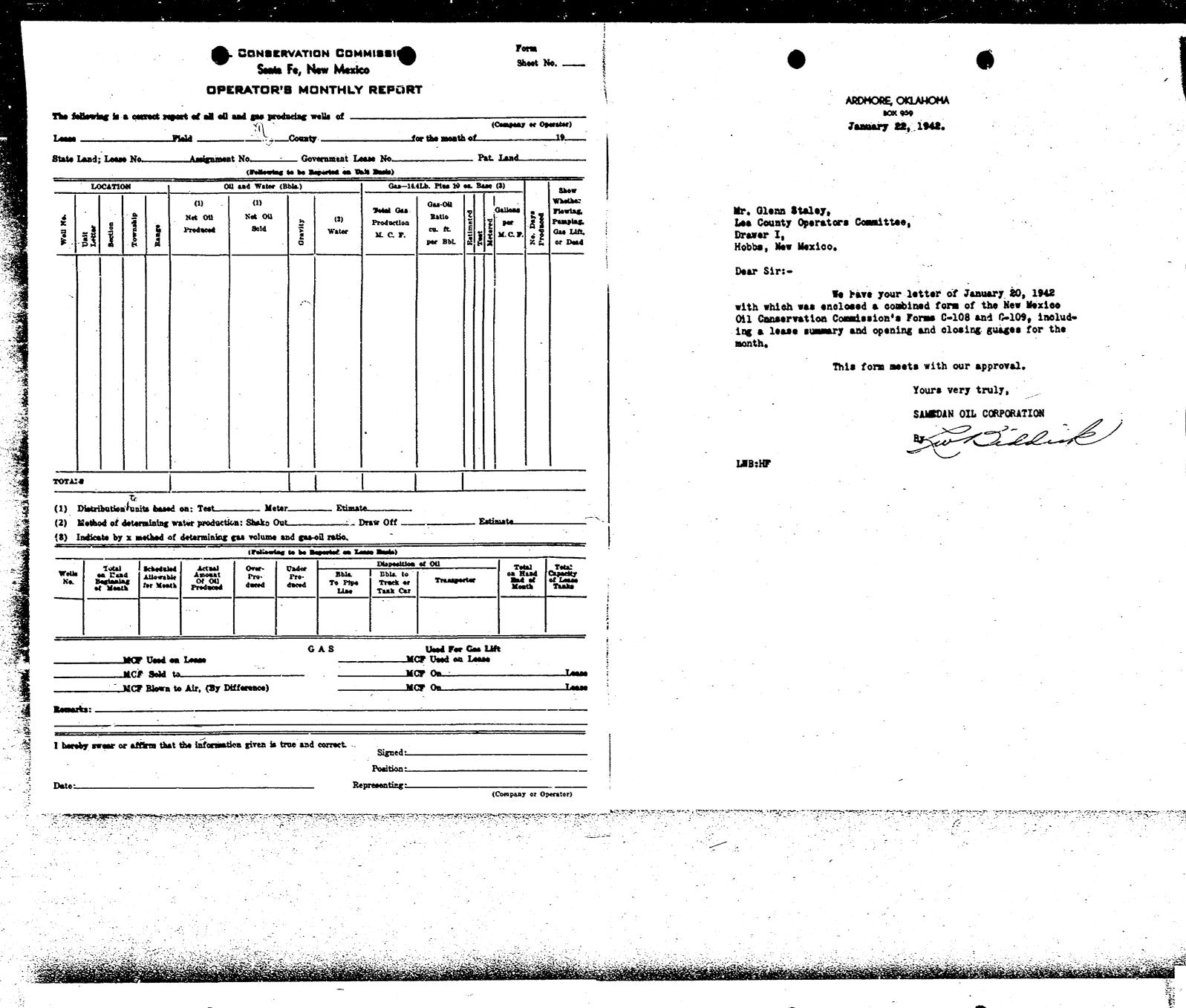
Case Mo.

32 Exhibits ABtc

Large Exhibits





ARDHORE, OKLAHOMA January 22, 1942.

We have your letter of January 20, 194 with which was enclosed a combined form of the New Mexico Oil Conservation Commission's Forms C-108 and G-109, including a lease summary and opening and closing guages for the

> This form meets with our approval Yours very truly, SAMEDAN OIL CORPORATION Www Dellin

THE EASTLAND OIL COMPANY MONAHANS, TEXAS

Jan, 23rd, 1942.

Mr. Glenn Staley. Les County Operators Committee Drawer 1, Hebbs, N.M.

Dear Mr. Staley:

We have your new condensed form, in lieu of the eld C-108 and C-109 and it is some better than the first suggested form sent out on Dec.29th.

We do not like the "Unit" feature at all for where there is, say five wells running into one tank battery and you failed to run 50 bbls as much oil as you produced, it is purely a guess as to what portion of the 50 bbls belongs to a

We attach a copy of the new Texas RB form that we think is simple yet very elear and would like to see something like it adopted

HUMBLE OIL & REFINING COMPANY

HOUSTON, TEXAS

January 23, 1942

In reply to your letter of January 20 referring

It is my understanding that the Mid-Continent

Very truly yours,

to a combined form of your present Forms C-108 and C-109,

will you please note the attached copy of comments by

Onl & Gas Association Committee on Forms feels that

the essential information could best be secured from

while the information with respect to gas-oil ratio is

necessary to the proper enforcement of conservation rules,

periodic reports from tests on wells rather than attempt-

ing to work out and compile all of the details of this

Yours very truly.

The Eastland 011 Co., By We Jone sup 14 WALKER OIL CORPORATION PRODUCERS AND REFINERS GENERAL OFFICE SOS ELLIS-SINGLETON BUILDING

WICHITA, KANSAS

January 22, 1942.

Mr. Glenn Staley, Lea County Operators Committee, Hobbs, New Mexico. Dear Mr. Staley:

We are in receipt of your letter of the 20th, forwarding us a copy of the revised form combining New Mexico Oil Conservation Commission's forms C-108 and C-109.

It is our opinion that this form is satisfactory, but would prefer that it show runs each month in excess of monthly allowable, instead of over or under production. An oil property may be under-produced for the month, but the oil runs may be in excess of the allowable for the month.

We would also like to have the regulations changed so that this report will be due on the 25th of the month instead of the 15th, for this reason. We do not receive our oil run statement until about the 14th or 15th of the month and the amount of barrels we are paid for is never the same as our run tickets. Also, we do not receive our gas sales check and report of gas production until the 22nd to the 24th of each month, and this is entirely different from the amount they reported to our lease pumper, which must be shown on this

We are entirely out of forms C-108 and C-109 and would greatly appreciate it if you would have a supply of these reports sent to us in time to file our January oil report, or the revised form if it is adopted in time.

Very truly yours,

HUMBLE PIPE LINE COMPANY

Houston, Texas

January 20, 1942

I am returning herewith a letter from Mr. J. W. House together with

proposed form to replace New Mexico Conservation Commission Form C-108 and

separate form is to be made for each lease as the proposed form would not

accommodate several leases. If it is proposed that a separate report be

filed only for each field, it would appear that it would be necessary to

is not "Oil Sold" but "Oil Run From The Lease". This is equally true

should perhaps be changed to read "Pipe Line Connected". In the case of

the Sinclair or Tidewater is in many instances the purchaser. In so far

leases served by the Texas-New Mexico Pipe Line Company, I believe that

as Humble Oil & Refining Company leases connected by Humble Pipe Line

is merely transported for account of the Humble Oil & Refining Company

and is sold upon delivery by Humble Pipe Line Company at seaboard ter-

mittee in regard to this form as well as other forms required by the Con-

servation Commission, we have endeavored to persuade the Commission to eliminate from the reports data as to the total gas produced from oil wells

having in mind the situation which has developed in Louisiane with respect

tion with respect to pas-oil ratio is necessary to the proper enforcement of Conservation regulations, it has been the view of the Committee that the essential information of this nature could best be secured from periodic

reports of tests on wells rather than attempting to work out and compile

and filing of this report, and I would also suggest that any instructions

which are to be written in connection with it provide that a copy of the

report be furnished to the pipe line serving the lease each month.

The form does not carry instructions in regard to the preparation

all of the details of this nature each month.

to taxation or gas produced but not used. While we appreciate that informa-

In the discussion with the New Mexico Oil & Gas Association Com-

Company are concerned, the oil as you know is not sold at the lease but

with respect to the column headed "Purchaser" on the proposed report which

provide a column in the report for the name of the lease, state land number,

that the figure which should be furnished to the Commission and used by them

The term "Net Oil Sold" is undoubtedly a misnomer as it would appear

While Mr. Dewey's letter does not so state, I would infer that a

Statewide Form EB OIL AND GAS DIVISION (Local or Field Office) TANKS BY NUMBER CONTAINING LEASE STOCKS

(Opening Stock, Plus Oil Produced, Less Disposals, Must Equal Closing Stock.)

COUNTY OF... Before me the undersigned authority, on this day personally appeared... known to me to be the person whose name is subscribed to this instrument, who after being by me duly sworn on Oath states that he is the person in charge of superintending the production from all wells on the above property and is employed in the capacity of ______, and that he has knowledge of all the facts stated herein, and that said report contains no misstatements or inaccuracy and that no pertinent matter inquired about in said report has been omitted from said report, and that no crude oil in addition to that shown in this report was produced from the above lease or leases, and that said report is a correct statement of the facts therein recited.

Subscribed and Sworn to before me on this the

W. E. Hubbard

ADW:88V

COPY

STATE OF TEXAS

Notary Public

(Follow Instructions on Reverse Side.)

from the Lea County Operators Association.

In regard to the information as to the disposition of gas which is required on the form, I might state that insofar as most of the smaller operators are concerned this information is not available to them at the time the report is required to be filed, and from my observation of the reports which we are currently receiving from producers served by us, this information is not being furnished by the producer.

As you know the present forms which have been adopted by the Commission vary slightly from the recommendations of the committee appointed by the New Mexico Oil & Gas Association which recommendations were finally worked out and agreed upon in meetings with representatives

Yours very truly,

(Signed) A. D. Wilbur

January 20, 1942

Оп Жень Внинию Сомначи

NO STOCKHOLDERS LIABILITY

708 DALLAS NATIONAL BANK BUILDING

DAMAS, TEXAS

We acknowledge receipt of your form letter of

Yours very truly,

OIL WELL DRILLING COMPANY

By Harausett

January 20, 1942, with which you submitted a proposed second

Forms C-108 and C-109, and we are pleased to advise that we

have no criticism to offer on the proposed form and hope it

will be adopted without further revision.

revision combining the New Mexico Oil Conservation Commission's

Mr. Glenn Staley

Hobbs. New Mexico

Lea County Operators Committee

TO ALL OF ARATORS A combined form of the New Merico Oil Conservation Commission's Forms C-103 and C-109 together with a general letter of explanation was mailed to all operators on December 29, 1941. In replying to this general letter a number of operators have suggested that the form be further revised so as to include a lease summary and opening and closing gauges for the month. The Lea County Engineers Committee at their regular monthly meeting held January 14, 1942 made up a form embodying the suggested revisions. They also passed a resolution requesting that this revised form be submitted to all operators for their consideration and criticism.

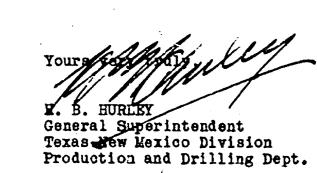
In compliance with this request there is enclosed herewith a second revision of Forms C-108 and C-109 for your consideration. Please advise the writer as to any further criticism which you mirht have to make.

Yours very truly, Glenn Staley Lea County Operators Committee

CONTINENTAL OIL COMPANY Fort Worth, Texas January 24, 1942

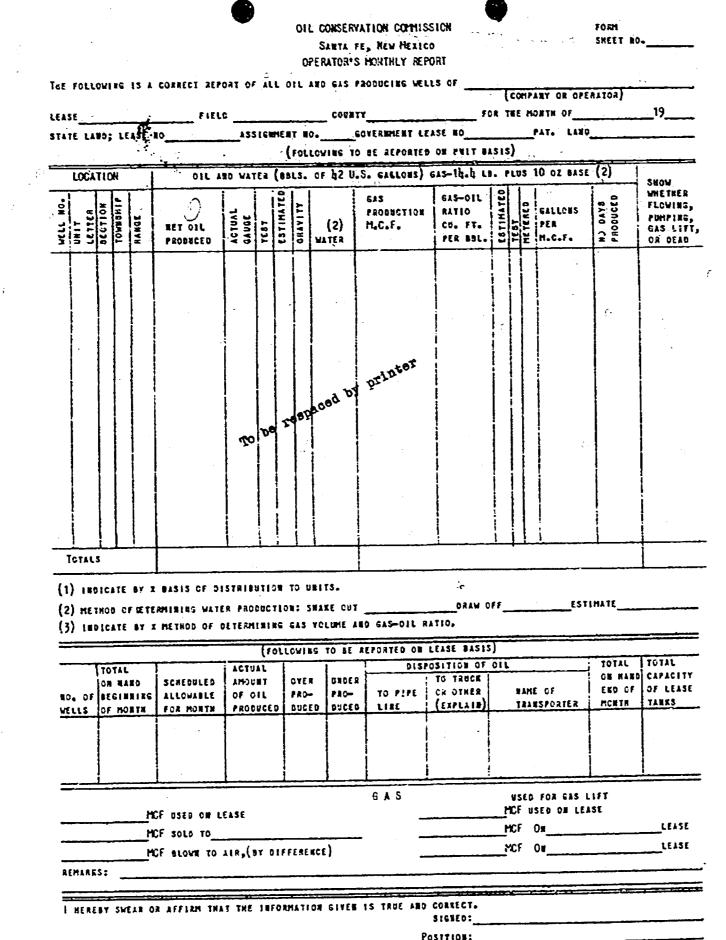
Mr. Glenn Staley Lea County Operators Committee Hobbs, New Mexico

Reference is made to your letter to All Operators dated January 20th, relative to a combined form of the New Mexico Oil Conservation Commission's Forms C-108 and C-109, We approve and recommend the second revision of the proposed form, consolidating Forms C-108 and C-109 as submitted



Mr. G. M. Purswell

with your letter.



Mr. Glenn Staley,

Hobbs, New Mexico.

Mr. A. D. Wilbur?

nature each month.

Drawer 1,

Willinghand

January 23, 1942

consideration. You will recall that in our committee meeting that this point was raised because operators would be required to accumulate data from several sources in order to prepare such a report. In the adoption of Form C-108 and C-109 the Commission realized this, allowing the operators to file Form C-109 on or before the 25th of each month, whereas Form C-108 is required to be filed on or before the 15th of each month. Instead of commenting on each change in the proposed form, which I feel should be made, I am inclosing herewith a redraft of same for consideration by your committee. The main changes are (1) the elimination of column "Net Oil Sold" and substituting therefor the basis used in the distribution of crude oil

then the change to "No. of Wells" clarifies this point. It is further suggested that your committee prepare appropriate instructions relative to the preparation and filing of the report in question before recommending same to the Commission,

While these changes are rather insignificant they are important from the stand-

cc: Mr. A. M. McCorkle Mr. H. J. Kemler

PHIEURS PEUROUEUM COMPANY Amrillo, Texas Janua y 22, 1942

Mr. Glenn Staley Lea County Coerators Committee Hobbs, New Mexico

Dear Mr. Staley:

dith reference to your letter of January 20, 1942, to all operators in Lea and Eddy Counties, New Mexico, relative to second revision of Forms C-108 and C-109, please be advised that the new revision is satisfactory with tids company.

Division Superintendent

CAD DOC

TO ALL CHARMTONS A combined form of the New Merrico Cil Bonservation Dommission's Forms 0-122 and 0-100 together with a general letter of explanation has hailed to all one ators on December 29, 1941. In replying to this general letter a number of operators have suggested that the form be further revised so as to include a lease summary and opening and closing gauges for the month. The Lea County Engineers Committee at their regular monthly meeting held January 14, 1942 made up a form embodying the suggested revisions. They also passed a resolution requesting that this revised form be submitted to all operators for their consideration and criticism. In compliance with this request there is enclosed herewith a second revision of Forms C-108 and C-109 for your consideration.

Please advise the writer as to any further criticism which you

Yours very truly,

Lea County Operators Committee

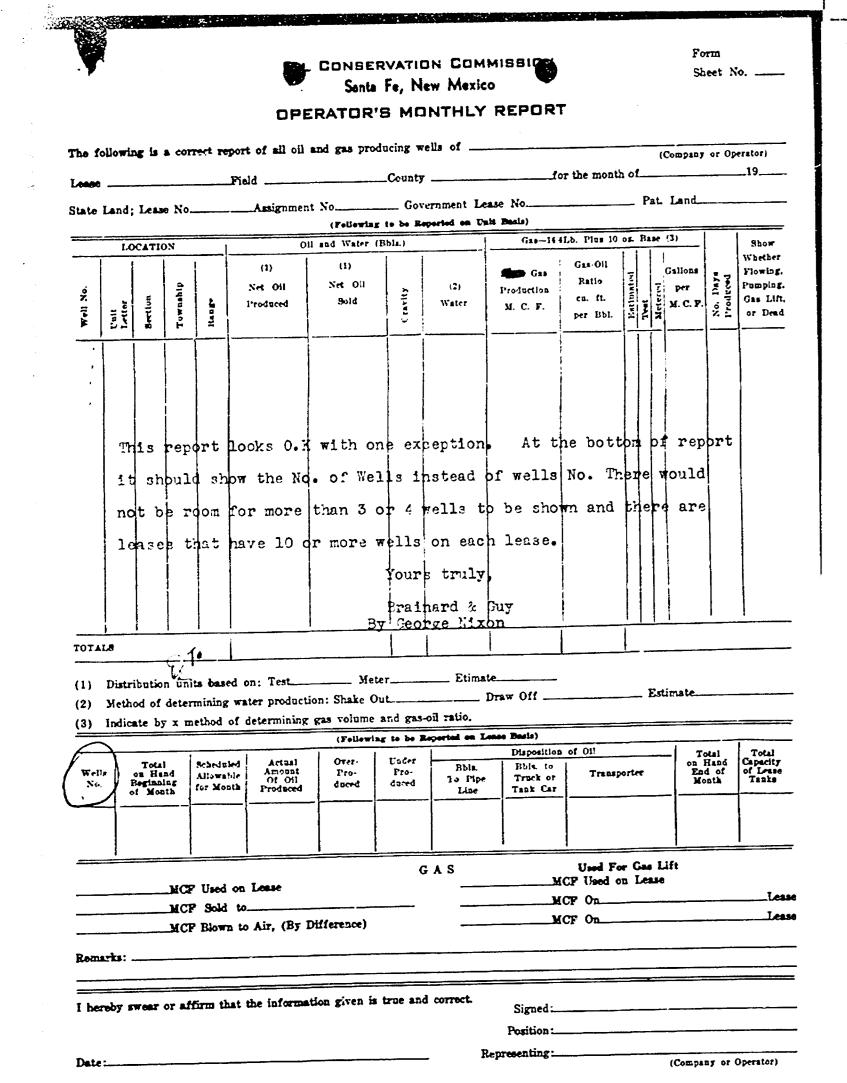
Glenn Staley

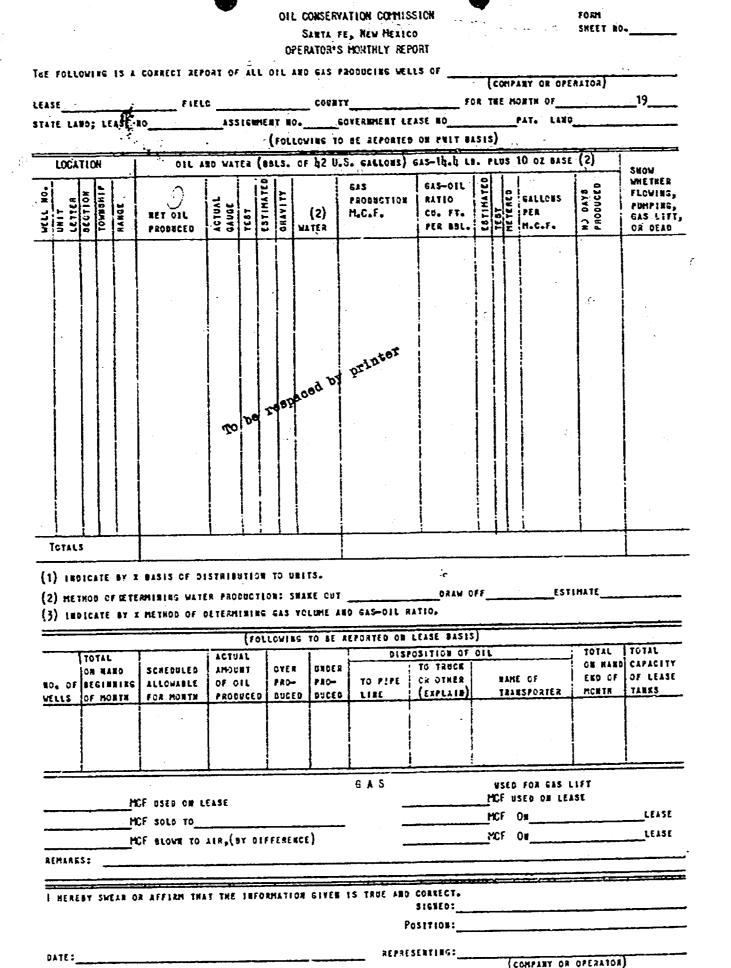
Jamuary 20, 1942

might have to make.

ixxx it might be necessary for larger operators.

Drawer I Hobbu, New Mexico We prefer the present proposed form over the two forms C-108 and C-109, as the same information, it seems, can so easily be embodied in one form and eliminate the time, trouble, and expense, not only to operators, but to the dommission and Proration offices as well, that filing the two forms requires. The only suggestion we offer to this proposed form is that two tables for setting out information should be equalized, that is, the same space for the number of wells to be reported on. This point does not directly affect us, for we have only the two wells, but





WESTMOUNT OIL COMPANY

512 CONTINENTAL BUILDING

DALLAS, TEXAS

January 23, 1942

We are in receipt of amended copy of Form

We have but one objection to this form and

While it is true in the same circumstances

The rest of the form meets with our approval.

Yours very truly,

C-108 and C-109 which was sent to us for our approval

that is, under the unit basis report in column (1) "Net

Oil Sold", that this particular column represents at best

an estimate of the net oil sold by any producer who pro-

that net oil produced by each well is to some degree an

estimate, sitll the amount of oil produced by each well

can be more nearly estimated by following production

tests, while the net oil sold must be estimated from

segregrate such oil as to its producing units.

common tankage and all the laws regarding oil in common

tankage specifically declare that it is impossible to

We are anxious that these forms be printed and distributed

as soon as possible in order that the old Form C-108 and

duces oil into a central tank battery.

Mr. Glenn Staley

Hobbs, New Mexico

Dear Mr. Staley:

and criticism.

C-109 may be displaced.

Lea County Operators Committee

MACHOTIA BELIEOTERM COMBANA A SOCONY-VACUUM COMPANY

> Dallas, Texas January 23, 1942

Mr. Glenn Staley Lea County Operators Committee Hobbs, New Mexico

required the reporting of duplicate information.

Dear Mr. Staley:

This in response to your letter of January 20, regarding the matter of combining Oil Conservation Commission Reporting Forms C-108 and C-109. It is noted that you say that shortly after the adoption of Form C-108 both the Commission Office and your office began receiving letters objecting to the use of Form C-108. This, no doubt, was because Form C-108 and Form C-109

You will recall that the New Mexico Oil & Gas Association Committee's first draft was to propose to the Commission the adoption of a form identical with Form C-108. This recommendation carried with it the elimination of Form C-104 and C-104A and the adoption of a periodical well status report with the provision that the commission may use its discretion in requiring the report to be filed semi-annually, or, if needed, more frequently in specific fields. Such a reporting form would be designed to require the reporting, among other things, of tests made of specific wells showing whather the well is flowing, pumping, gas lift or dead, the scheduled allowable and the production of oil and water during the test, the per cent of water and the gas-oil ratio.

These ideas, however, were abandoned and a Operator's Ecuthly Report, Form NM-7 (Form C-109), which was drafted and submitted to the Oil Conservation Commission for adoption along with a Producer's Monthly Crude Petroleum Oil Report. Form NM-1. somewhat similar to the present Form C-108, the main changes being that Form C-108 required the reporting of production by each unit, whereas, the reporting Form NM-1 recommended to the Commission required the reporting of production, inventory and disposition on a lease or summary basis (similar to the lease summary provision in the proposed combined draft of form, which accompanied your letter of January 20). The Commission adopted the Operator's Monthly Report, Form NM-7 (Form C-109), without change. It did not, however, adopt the committee's recommendation with reference to the Producer's Monthly Crude Petroleum Oil Report, Form NH-1 (Form C-108). As stated before the main change was from a leaso basis to a unit basis, the result of which required duplicate reporting.

In view of the foregoing, it is my suggestion that your committee consider recommending to the Commission that Form C-108 be revised to require the reporting on a lease summary basis and that no change be made in the present Form C-109. This change would accomplish substantially the same as would

Mr. J. M. Kelly

Mr. W. E. Hubbard

Form C-109.

minels.

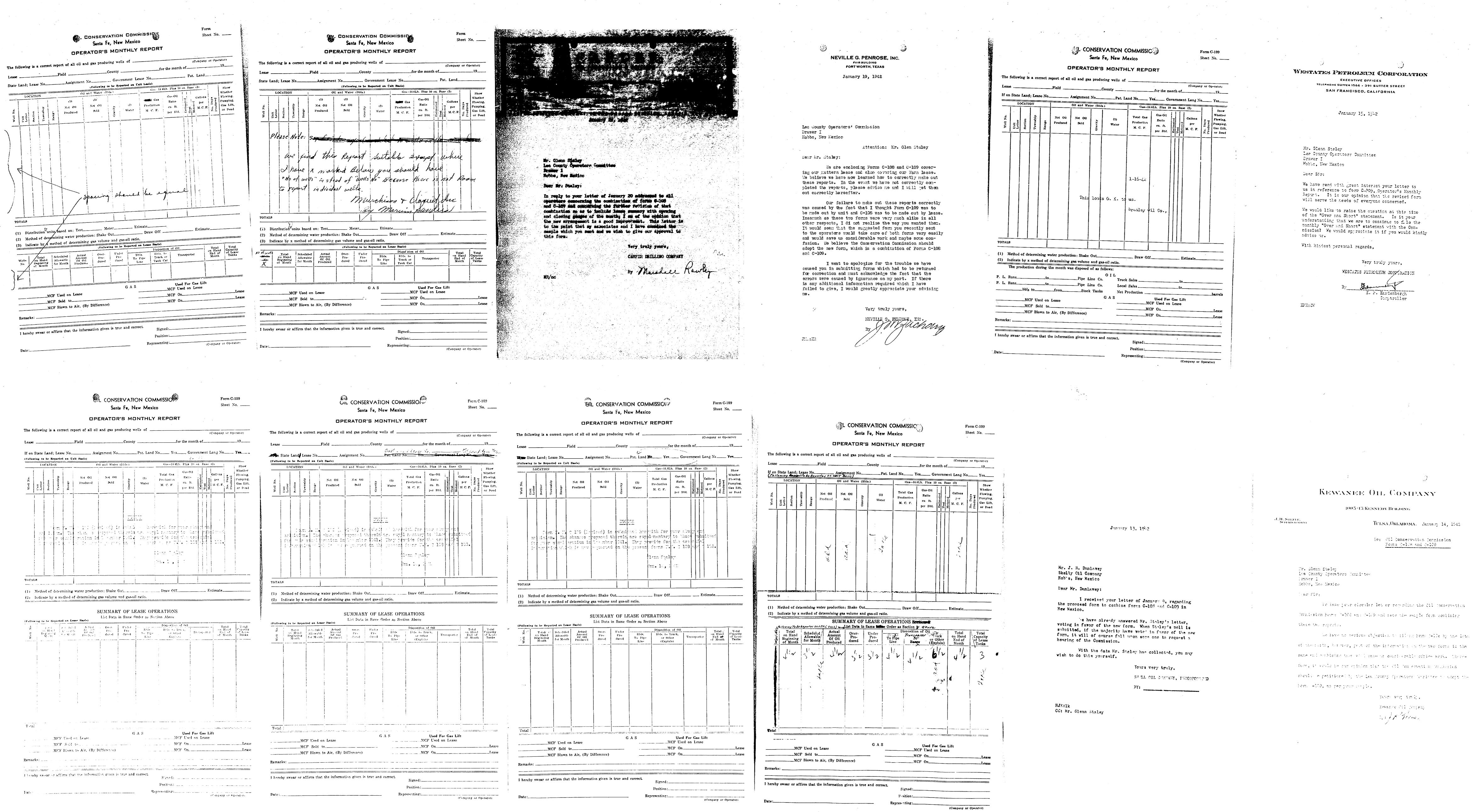
Mr. Glenn Staley

and too. Form C-108 prepared on a lease basis would be acceptable to the Federal Tender Board. Since the proposed combined Form C-108 and C-109 requires the reporting of substantially the same information as was recommended by the New Mexico Oil and Gas Association committee, with a few minor changes, does not appear objectionable to me. If your committee decides to recommend to the Commission the adoption of such a combined form, the filing date should be given due

the combined Form C-108 and C-109, submitted with your letter of January 20.

produced to the respective units; (2) the elimination of reference to "Tank Cars under Disposition of Oil, because of its inapplicability, and; (3) the column headed "Wells No." has been changed to "No. of Wells", this because the phrase "Wells No." was not clear as to just what should be reported in that column. If it was intended that the number of each well should be reported, then the column did not afford sufficient space in a large majority of cases, and, if it was intended that the total number of wells were to be reported,

point of the preparation and use of such a reporting form. With best regards.



The Chie Cil Co.

Hobbs, New Mexico, January 6, 1942.

Lea County Operators' Committee Drawer I, Hobbs, New Mexico.

We have given the proposed petitioning of the Lea County Operators' Committee relative to the adoption of a revised form to take the place of Forms C-108 & C-109 careful consideration. In our opinion the new proposed form could be improved upon by the addition of a column for the opening stock and another column for the closing stock; also a column for tank numbers and where tanks

> Yours very truly, The Ohio Oil Company, J. y. Basem F. G. Bascon,

> > B. S. BRANTS SECRETARY

District For eman.

FGB:JH cc: Mr. O. E. Sears,

are located.



ROWAN DRILLING COMPANY OIL WELL CONTRACTORS

FORT WORTH, TEXAS

and the state of the

TELEPHONE 2-9713 January 12, 1942

Mr. Glenn Staley Lea County Operators Committee Drawer I Hobbs, New Yexico

Replying to your recent notice and sample Form C-109, advise that we find this form in satisfactory order, however, for our purpose, we would suggest that you make these forms on a thinner raper. It is necessary that we make five copies of this particular report and it is practically impossible to make a legible copy out of the fourth or fifth copies. In case you should decide to use the lighter weight paper, we further suggest that you print instructions on a separate sheet of paper rather than on the back of the forms as it makes them difficult to read when the instructions are on the back of thin paper.

> Yours very truly, RONAN DRILLING CONFANY Last

GRAYBURG OIL COMPANY OF NEW MEXICO ARTESIA, NEW MEXICO

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our. **Gl**ena o clor o colo de por proceso concitos o colo <mark>,</mark> colo curito . . Holing to restrict the restriction of the second control of th and the composite all terms to a fact the second o tra a juno tra poježnio impora tion.

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Hobbs, New Mexico Dear Mr. Staley: vision of Form C-109 and combining the two reports, C-108 with C-109, several parties here have discussed the form, and after due consideration and criticism given to the copy you sent, have reached a decision on our part in regard to it. copy does not show the water, which we think very eccential.

We are attaching access a pesciled conv of a form which we think should be adopted, and we believe that after you have checked it over, you will find that it combines all the information that you or us could want, and will give up a perfect record for the souths business that can be referred to the following month to obtain information that otherwise would have to be kept on memorandums of some sort. Please not falso that the "Surrary of Lease Operations" is the same as on Form C-108, while Section one combines both C-109 and C-108, while Section 2 is a duplicate of the last part of 0-109. We would very such appreciate your attention and inspection of the form attached hereto, and if it meets your amproval, would also ampreciate your effort to get this form established for us. Thanking you for your consideration in

this matter, we remain,

Statewide Form EB Monthly Producer's Report REPORT OF. (Local or Field Office)

TANKS BY NUMBER CONTAINING LEASE STOCKS TOTAL CAPACITY OF

AFFIDAVIT: STATE OF TEXAS COUNTY OF.....

Before me the undersigned authority, on this day personally appeared... known to me to be the person whose name is subscribed to this instrument, who after being by me duly sworn on Oath states that he is the person in charge of superintending the production from all wells on the above property and is employed in the capacity of______, and that he has knowledge of all the facts stated herein, and that said report contains no misstatements or inaccuracy and that no pertinent matter inquired about in said report has been omitted from said report, and that no crude oil in addition to that shown in this report was produced from the above lease or leases, and that said report is a correct statement of the facts therein recited. Subscribed and Sworn to before me on this the

(Follow Instructions on Reverse Side.)

Hobbs, R. H.

Mr. Glenn Staley Lea County Operators Committee Hobbs, N. M.

LS/tls

_____day of______, 194_____

Dear Sir: With reference to your letter pertaining to monthly

reports C-108 and C-109. The revised form 0-109, containing pipe line runs, is very satisfactory with this company. Combining these two forms, and eliminating form C-103, will allow that much more time to be used on some of the other numerous monthly reports.

It is my opinion, the Conservation Commission should be petitioned by the Lea County Operators Committee to adopt same.

> Tours very truly, L'Sunt Lon Surrett Dist. Superintendent Repollo Dil Co. Hobos, N. L.

> > FORM LETTER: Artesia, N. V.

Jan. 7, 1942.

Mr. Glenn Staley Proration Office Tith reference to your form letter of a recent date concerning your re-If you will clease refer to a copy of Form C-108, you will note that Sac-

tion 3 carries the "Total on hand at the end and the beginning" of each month. while the revised form of C-109 does not. As you well know, in order to arrive al the net production for the month it is necessary for us to have the balance on hand at the end of the previous month to combine with the balance on hand at the end of the month, together with the pipe line sales during the month. Therefore, for our convenience we think that this should be on the report, which would eliminate our keeping separate records of this information. Also, the revised

Artesia, New Kerico January 13, 1942 Lea County Operators Committee Hobbs, New Lexico Dear Sir:-In our opinion, the Conservation Commission should be petitioned to adopt the new form of Froducers Henthly Crude Ci. Report, combining forms C-108 and C-109. B so doing we will conserve time, as well as

> Hobbs, New Mexico January 9, 1941

I have a general letter from Mr. Glamm Staley to all operators

of Lea and Eddy Counties, to which was attached a proposed form

We are very well pleased with this proposed form, since it will

two forms were adopted. No doubt but that the extra expense of

new form replace the two, and are sure that you will do all within

Yours very truly,

(Signed) J. N. DUNLAVEY

1316 2 3 Bet Miller

barris

6-1

SKELLY OIL COMPANY

your power to see that the Commission is petitioned to adopt it.

ALL CONSERVATION COMMISSION STATE OF NEW MEXICO PRODUCERS MONTHLY CRUPE PETROLEUM OIL REPORT

. Stite____

LEASE DATA Section 1

Month of

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The fact Gar sil & Galens & The son the grant of the part of the p

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. Snown some soine person whose name is

MCF USM or Lake

Tower by Hawker Continuing Love Stone Report & Herring

- MCF on

MCF on

labor, printing and paper, placed on the shoulders of the

We have already advised Mr. Staley of our desire to see this

eliminate the additional burden placed on the operators when these

to replace the recently adopted N. M. Oil Conservation Commission

Mr. H. J. Kemler, Chairman,

Les County Operators Committee

c/o Shell Oil Company, Inc.

Midland, Texas

Dear Mr. Kemler:

JND:BH

Fielo.

Resert of

Pol. Pans

STATE OF ...

County Di

forms C-108 and C-109.

oc: Mr. Glenn Staley

1) Mount of bearing a de monden Some set

..... bbls to from

MSF User Ca Less

Location of horse dances

MCI Sold to

(6) Inteste by & meting of determing you Velome and good nation

MCF Blown to Air, (By difference)

The Fred theo doing the month & wheret of I delleus:

Pipe Linela

- Pige Line Ce Level Sins

- Storties Witherstie

EUMINARY OF LEASE CHERATIONS OF THER 3

AFFIDAVIT

subscribed to this report yerserily doponed votors in the undersigned survey of this day, sincos ing but a transport on the confirmation of the safet had not authorized a marchine we confirmed

The the regard to some our correct reliables of the recent of the apprecions reported hereing her list ve

70 8 40 07 53 200

Michaey Frank

pen ever aimte inquire about withis report has a control therefrom.

sobsenier and Sain telefore we ca

in and for-

15: Die al Chie Genet ver a Section 1 Dispersion of Oil

Mr. Geo. W. Selinger

Commission was rather a large item.

OIL MINSERVATION COMMISSION Form C-109 Sheet No. ____ DPERATOR'S MONTHLY REPORT The following is a correct report of all oil and gas producing wells of Total Gas Ratio
Production cu. ft. M. C. F. per Bbl. E. F. Z. Water Produced P. L. Runs to Pipe Line Co. www.vvv.bb.e.to Used For Gas Lift MCF Used on Lease MCF Used on Lease MCF Sold to_____ MCF Blown to Air, (By Difference) I hereby swear or affirm that the information given is true and correct.

WESTATES PETROLEUM CORPORATION

P. D. BOX 1381

JAL, NEW MEXICO

Form C-109, while we do not at present have any oper-

From the left of the perpendicular section of the form,

ations and reports to any but Federal Leases, meets with our

the column: Net Oil Produced; oil produced, but not sold, is

of indeterminate estimate as to temperature because it is rare-

age of the same. This would make the correct answer for gross

instead of net unless the operator chose to make tests of the

oil or estimate the difference between gross and net. This

ly tested except upon shipment, also for B.S. & W. and per cent-

would only pertain to storage before and after the month's ship-

ments and may be generally regarded as immaterial to the report.

approval except in minor detail. The following is suggested

or may only be a lack of full understanding of the form:

TELEPHONE

JAL 61

Mr. Glen Staley, Chairman,

Lea County Operators Com.,

Hobbs, New Mexico.

Dear Mr. Staley:-

Mr. R. S. Devey Midland, Texas

a member of an organization which includes such thinkers as Suman, Moore and Schultius. I doubt whether a New Mexico country boy can give a definition nearly as satisfactory as could any of these, nor do I believe that you seriously question what is usually meant by waste as the torm is used in the industry. your question, I will attempt to define the word as I believe it is used now in the injustry.

In Now Mexico law, musto is definitely defined as including. together with its usual meanings, underground waste, surface waste, and production in excess of reasonable market demand.

insist on using "avoidable waste" and "unavoidable waste". I believe this is an error in language. That they intend to say is feasible to expend more money in eliminating some parts of waste problems involved.

Box 808, Carlsbad, New Mexico

January 12, 1942

Mr. Steley informs me that you request a definition of wasto from me. This comes as a great surprise as a question from

However, as much to clarify my own thoughts as to answer

Wasto is avoidable loss in ultimate production of oil and

gas, using the most efficient production methods and techniques now known and economically available and feasible.

Some confusion has arisen recently because of people who "avoidable loss" and unavoidable lose", as the word loss is usually used in science. Avoidable loss then becomes waste. I believe that the economic phase must be included, because it is not practical or than me got in return, and I also believe that what we consider waste must be predicated on our present knowledge and methods and not on some hoped for future improvements or increased understanding of the

E FAED HERSCHBACH, VICE PAESIDENT

THE ILLINOIS OIL COMPANY

KERMIT, TEXAS

January 8, 1942

KARL R. NATHO, SECT-TREAS.

MORTON & ELDER 1241 EAST BURNETT SE. LONG BEACH, CALIFORNIA FEG. 8 416-37

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bruner 107, Artesia, N. Hex.

بنولانا ولللمدنة

Er. Glenn Staley, Les County Derators Count

Licher . moods,...ex.

Mr. R. S. Dewey - January 12, 1942 - Page 2

cc C. G. Staley

Proration Office, Hobbs, Texas

With best personal regards, I am,

I hope that this seemingly lengthy discussion helps to

Zygw Foders

clarify to you that I mean by waste. It might be helpful to me

if you would indicate where your ideas on waste differ from mine.

negarding the new form C-los, will say that if it provides your dejartment with all the information that you find necessary, it is simplific and notice be a good idea to adopt it. I think the leaving off the affidavic part is a good thing, as after all a signature is just a good and it

is a bother to the operators to have to run out and look up Yours very truly, Honga & Proper

Yours very truly,

Received your letter regarding the combining of forms

We believe that the combining of the above mentioned

forms is a very good idea and of course, any move cutting

should be petioned by the Lea County Operators Committee

down the number of forms we are required to file is greatly

It is our opinion that the Conservation Commission

Same Level Seml

The following is a correct report of all oil and gas producing wells of

Produced Sold

(2) Indicate by x method of determining gas volume and gas-oil ratio.

The production during the month was disposed of as follows:

I hereby swear or affirm that the information given is true and correct.

P. L. Runs_____to___Pipe Line Co.

______bbls to_____from___Stock Tanks

_____MCF Sold to_____

MCF Blown to Air, (By Difference)

MCF Used on Lesse

OIL CONSERVATION COMMISSION

Santa Fe, New Mexico

OPERATOR'S MONTHLY REPORT

If on State Land; Lease No _____ Assignment No ____ Pat_Land No ___ Yes ___ Government Land No ___ Yes ___

(1) Method of determining water production: Shake Out______ Draw Off_____ Estimate_____

P. L. Runs to Pipe Line Co. Local Sales to

Form C-109 Sheet No. .____

Total Gas

Ratio

Production

M. C. F.

Gas-Oll

Ratio

Cu. ft.

per Bbl. Selfs

Gallons

Gallons

Per Gallons

Por Gas Lift,

or Dead

المناف والمناف والمتعارف و

EXECUTIVE OFFICES

39: SUTTER STREET

SAN FRANCISCO, CALIFORNIA

Jan. 8, 1942.

Mr. Glenn Staley

Drawer 1 Hobbs, New Mexico

Dear Mr. Staley:

C-108 and C-109.

appreciated.

to adopt same.

Lea County Operators Committee

Particular description of the state of the s HOUSTON, TEXAS

Mr. Glenn Staiey,

and the first control of the control of the property of the control of the contro

Midland, Texas, Jan. 9, 1942

Lea County Operators Committee, Hobbs, New Mexico. I have received word from our Houston Office in regards to the form C-109 which is revised to combine C-108 and C-109. We believe the Lea County Operators Committee should petition the Conservation Commission to adopt this revised and combined form C-109 to take the place of C-108 & C-109 as in our opinion these two reports are very much unnecessary, as the two reports requires considerable clerical labor as well as it would seem to be an apparent waste of paper, then too there seems to be a durlication of information called for on the reports. The only suggestion I would have regarding C-109 as you have it now is I think it would be a good idea to have a space for 'total oil on hand at the beginning of month' and one for total on hand at the end of month', if this could be put into this form without too much trouble.

Of Jean

Yours very truly,

PETROLEUM AND ITS PRODUCTS GULF OIL CORPORATION TULSA: OKLAHOMA

Jebusty A, 1941.

HE SHE GREENS, ACE

Mr. Glenn Ctaley, Let County Operators Committee, Irower I, Hobra, Wer Merico. ិស្ត្រ និង្គិត្ត erutione, etc., or this enmple form.

I have received your better to think resetts was a the armyle Form 9-100, Open topic Worth, Report. You - request that I give you my oritinizes, commeant, come- I are were municipatiofish mite the moments. - adouted Arabigontic footbly Omis Activities Oil Report, Form C-103, since it needs not be typed in conjugation Fith the Enderth Teach Directle Schoot Factor Systemic to se the open its rio time was being discussion it. ment one collitional mesons one oil in chapt 195 proget. of four coming each, which requires constraint the time to a oregare. The only benefit I rould as from this additional report on, that it share holde line runs by sells, which laformation with or evaluable to your office from a one re-ວະການການຄູ່ ເປັນ ປະຕານໄຊ ຕົວການ ໄລໄດ້ປີ ຂອງເວລາໄຊເຊ ປະຕານ ເຊື່ວວ່າ caet oil sold from esquirell. Tospefore I believe it si te pipated and Form 0-10% elicitate. This milt not only

result in the relation of possible model to new letters the results.

the should of percenture), mainth is very each atial status

or sent time five to the socration of ecoep.

Net Production ______barrels

Used For Gas Lift

MCF Used on Lesse

₹**:**:**c

Hobbs, New Mexico, Jamary 6, 1942.

Mr. Glenn Staley. Lea County Operators! Committee, Hobbs, New Mexico.

We have given the proposed petitioning of the Lea County Operators: Committee relative to the adoption of a revised form to take the place of Forms C-108 & C-109 careful consideration. In our opinion the new proposed form could be improved upon by the addition of a column for the opening stock and another column for the closing stock; also a column for tank numbers and where tanks

> Yours very truly, The Ohio Oil Company, F. J. Basem

F. G. Bascom,

District Foremen.

cc: Mr. O. E. Sears, Midland, Texas.

are located.



ROWAN DRILLING COMPANY OIL WELL CONTRACTORS

FORT WORTH, TEXAS

TELEPHONE 2-9713

January 12, 1942

Mr. Glenn Staley Lea County Operators Committee Drawer I Hobbs, New Mexico

Replying to your recent notice and sample Form C-109, advise that we find this form in satisfactory order, however, for our purpose, we would suggest that you make these forms on a thinner caper. It is necessary that we make five copies of this particular report and it is practically impossible to make a legible copy out of the fourth or fifth copies. In case you should decide to use the lighter weight paper, we further suggest that you print instructions on a separate sheet of paper rather than on the back of the forms as it makes them difficult to read when the instructions are on the back of thin paper.

> Yours very truly, BOMAN DRILLING COVERNY 1000

GRAYBURG OIL COMPANY OF NEW MEXICO ARTESIA, NEW MEXICO

- J. . 11 27 25 35

n to the first the growth of the bound of the first of th n ann gair i na chug Aitha bh air a bhaile \mathbf{n}

INSTRUCTIONS

The addresses of the producer, as required on this report, shall be clear and definite as to street number, City, State and Mailing Address.

This report shall be filed in duplicate on or before the 15th day of each calendar month with the District Office of The Railroad Commission of Texas to which the field covered by said report is assigned. The report shall be complete as to data covering the month next preceding the date of filing. The producer shall furnish a copy of this report to each transporter moving oil from each lease covered by this

Do not include fluid in gun-barrels or similar treating system. Explain fully under remarks any stock reported that is not contained in lease stock tanks. All amounts of oil shall be reported in barrels computed from 100% tank tables and based upon actual physical gauges.

Do not use fractions of barrels in this report. Make a separate report for each field or pool. Please use typewriter if possible. Do not send this report to Austin.

J-549-1041-75m.

Hobbs, N. M.

lm. Glern Staley Les County Operators Committee

LS/tls

Mr. Glenn Staley

this matter, we remain.

With reference to your letter pertaining to monthly reports 0-103 and 0-109. The revised form C-109, containing pipe line runs, is very satisfactory with this company. Combining these two forms, and eliminating form 0-103, will allow that much more time to be used on some of the other numerous monthly reports.

be petitioned by the Lea County Operators Countities to Yours very truly, I Sweet

It is my opinion, the Conservation Commission should

Lon Surrett Dist. Superintendent Repollo Sil Co. Hobbs, N. II.

> FORM LETTER! Artesia, W. Y.

Jan. 7, 1942.

Proration Office Hobbs, New Mexico Dear Mr. Staley: With reference to your form letter of a recent date concerning your revision of Form 0-109 and combining the two reports, 0-108 with 0-109, several parties here have discussed the form, and after due consideration and critician siven to the copy you sent, have reached a decision on our part in regard to it. If you will clears refer to a copy of Form S-108, you will note that Section 3 carries the "Total on hand at the end and the beginning" of each month. while the revised form of C-109 does not. As you well know, in order to arrive a. The net production for the month it is necessary for us to have the balance on hand at the end of the previous month to combine with the balance on hand at the end of the month, together with the nine line sales during the month. Therefore, for our convenience we think that this should be on the report, which would elicidate our keeping secarate records of this information. Also, the myised copy does not show the sater, which we think very eccential.

it combined all the information that you or us could want, and will give up a perfact record for the months business that can be referred to the following conth to obtain information that otherwise would have to be kept on memorandums Please notfalso that the "Surramy of Lease Operations" is the same as on Form S-108, while Section one combines both S-109 and S-108, while Section 2 is a duplicate of the last part of C-100. We would very much appreciate your attention and inspection of the form sitached hereto, and if it meets your accroval, would also appreciate your effort

to get this form established for us. Thanking you for your consideration in

The are attaching a reto a pensiled complof a form which we think should be

adopted, and we believe that after you have checked it over, you mill find that

Wery truly yours. Burchison & Mornit. Pollarum Santes Sanders Brothers, By: Towest Harren Stroup & Yates, By: 40. Mindock

TO ALL OPERATORS LEA & EDDY COUNTISS GENTLE: EN:

The Proration Office and State Geologist's office have received a number of letters from producing operators in the State of New Mexico expressing dissatisfaction with the Commission's recently adopted PRODUCER'S MONTHLY CRUDE PETHOLEUM OIL REPORT Form C-108. It was thought at the time this form was made up that it could be filled out at the same time the Federal Tender Board form was made out but it now appears that this is impossible.

At the request of Ir. H.J. Kenler, Chairman of the Sub-Advisory Committee the engineers have prepared a sample form combining C-108 and C-109, copy of which is enclosed herewith. It is believed that this new form includes the necessary information previously contained in the other two reports.

It will be greatly appreciated if you will give this sample form your consideration and notify the writer of your criticisms, comments, suggestions, etc.; and if, in your opinion, the Conservation Commission should be netitioned by the Lea County Operators Committee to adopt same.

> Yours very truly, Glenn Staley Lea County Operators Committee, Drawer I Hopbs, New Mexico

Hobbs, New Mexico January 9, 1947.

Mr. H. J. Kemler, Chairman, Lea County Operators Committee o/o Shell Oil Company, Inc. Midland, Texas

Dear Mr. Kemler:

I have a general letter from Mr. Glorn Staley to all operators of Lea and Eddy Counties, to which was attached a proposed form to replace the recently adopted N. M. Oil Conservation Commission forms C-108 and C-109.

We are very well pleased with this proposed form, since it will eliminate the additional burden placed on the operators when these two forms were adopted. No doubt but that the extra expense of labor, printing and paper, placed on the shoulders of the Commission was rather a large item.

We have already advised Mr. Staley of our desire to see this new form replace the two, and are sure that you will do all within your power to see that the Commission is petitioned to adopt it.

> Yours very truly, (Signed) J. M. DUNLAVEY

> > Grant NC____

6-16

SKELLY OIL COMPANY JID:BH

cc: Mr. Glenn Staley Mr. Geo. W. Selinger

Field

Brokens 10

THE CONSERVATION COMMISSION STATE OF NEW MEXICO PRODUCEWS MONTHLY CRUDE PETRICLEUM OIL REPORT 3/1/2 ____

BEASE DATA Section 1

Month of

They or Irid Street

County State of Gas sill & Gallens & Standarder Standard Ratio Su Pro Sa Flewing From Standard Ratio Su Pro Sa Flewing From Sa Prof. Burney Burney Burney Burney Burney Burney Burney Burney Su Prof. Sa Sandard Co.

so have still bearings a decrees when Some rat E, Indicate by & metale of determining gos felumened go and Ratio. The second on derive the month per district so a relication Probabline G Town See Polo Pons to Pige line Co Lead Sing wills to free Section Williams barris Isotter Gas Lift

MCF 315m SML 4150 MSF User on Less 1101 Seltte MICF OR MICF ON MCF Elexate Air (go dellares) The to By Maker Sentiming Level Stone Hores & mining Le win of herr dine SUPPRISE OF LEASE CHERK HOUSE THAT I Anguage Solar Service To The Total Service There of the Service Servic

5:77 1975 AFFILANTI STATE OF .. County 50 The second series are the second which is there is subscribed to this report percently dupon the percent of the indivisional supering or this adjustice as In bond to such an estimate the human states of the source to superior the section of the section of The first of the series of common of order of the record the semilers refered a religion to the series per entendete jugaren gren urens repert har en ern den en erenen.

Section bearing

ent and for

WESTATES PETROLEUM CORPORATION

P. O. BOX 1381

JAL, NEW MEXICO

OPERATOR'S MONTHLY REPORT

The following is a correct report of all oil and gas producing wells of _____

Report fellowing by Loase:

_____MCF Used on Lease

TELEPHONE

JAL 61

MCF Sold to

MCF Blown to Air, (By Difference)

The production during the month was disposed of as

TAXABLE TO THE PROPERTY OF THE Stock Parker

I hereby swear or affirm that the information given is true and correct.

OIL DNSERVATION COMMISSION

Field _______for the month of

If on State Land; Lease No.____ Assignment No.___ Pat. Land No.___ Yes.__ Government Land No.___ Yes.__

Form C-109 Sheet No. ____

Gas-14.4Lb. Plus 10 ox. Base (2)

Used For Gas Lift

(Company or Operator)

EXECUTIVE OFFICES

391 SUTTER STREET

___MCF Used on Lease

Gallons Ratio per cu. ft. per Bbl. M. C. F. Callons per Cas Lift, or Dead

Gas-Oil

Total Gas

Production

M. C. F.

SAN FRANCISCO, CALIFORNIA Jan. 8, 1942.

Mr. Glen Staley, Chairman Lea County Operators Com., Hobbs, New Mexico. Dear Mr. Staley:-

Form C-109, while we do not at present have any operations and reports to any but Federal Leases, meets with our approval except in minor detail. The following is suggested or may only be a lack of full understanding of the form:

From the left of the perpendicular section of the form, the column: Net Oil Produced; oil produced, but not sold, is of indeterminate estimate as to temperature because it is rarely tested except upon shipment, also for B.S. & W. and per centage of the same. This would make the correct answer for gross instead of net unless the operator chose to make tests of the oil or estimate the difference between gross and net. This would only pertain to storage before and after the month's shipments and may be generally regarded as immaterial to the report.

191 Senton Dist. Supt.

JOHN E. HERSCHBACH, PAESIDENT The Illinois Oil Company

> KERMIT. TEXAS January 8, 1942

E FRED HERSCHBACH, VICE-PASSIDENT 🚜

Box 808, Carlabad, New Mexico

Mr. Steley informs me that you request a definition of

However, as much to charify my own thoughts as to answer

Easte is avoidable loss in ultimate production of oil and

In New Mexico law, waste is definitely defined as including,

Some confusion has arisen recently because of people who

waste from me. This comes as a great surprise as a question from

a member of an organization which includes such thinkers as Suman,

can give a definition nearly as satisfactory as could any of these.

nor do I believe that you seriously question what is usually meant

your question, I will attempt to define the word as I believe it

gas, using the most efficient production methods and techniques

together with its usual meanings, underground waste, surface waste,

ing ist on using "avoidable weste" and "unavoidable waste". I be-

"avoidable loss" and unavoidable loss", as the word loss is usually

the economic phase must be included, because it is not practical or

feasible to expend more money in eliminating some parts of waste than we get in return, and I also believe that what we consider waste must be predicated on our present knowledge and methods and not on some hoped for future improvements or increased understanding of the

used in science. Avoidable loss then becomes waste. I believe that

lieve this is an error in language. That they intend to say is

Moore and Schultius. I doubt whether a Mew Mexico country boy

by waste as the torn is used in the industry.

now known and economically available and feasible.

and production in excess of reasonable market demand.

is used now in the injustry.

Mr. R. S. Devey

Midland, Texas

problems involved.

January 12, 1942

Mr. Glenn Staley Lea County Operators Committee Drewer 1 Hobbs, New Mexico

Received your letter regarding the combining of forms C-108 and C-109. We believe that the combining of the above mentioned forms is a very good idea and of course, any move cutting down the number of forms we are required to file is greatly appreciated. It is our opinion that the Conservation Commission

should be petioned by the Lea County Operators Committee to adopt same. Yours very truly.

The state of the first of the state of the s

KARL R. NATHO, SECT-TREAD.

PHONE 614-37 braker 157, Artesia, M. Mex.

لفعالا فأولا فأماشا أبا

ir. Glenn Staley, Les County Operators count Drawer 1 mobbs,...dex.

Mr. R. S. Dewey - January 12, 1942 - Page 2

cc C. G. Staley

Proration Office, Hobbs, Texas

With best personal regards, I am,

I hope that this seemingly lengthy discussion helps to

Z/gw Haus

clarify to you that I mean by taste. It might be helpful to me

if you would indicate where your ideas on waste differ from mine.

lear dir; negarding the new form C-100, will say that if it provides your department with all the information that you find necessary, it is simplifier and would be a good idea to I think the leaving off the affidavit part is a

MORTON & ELDER

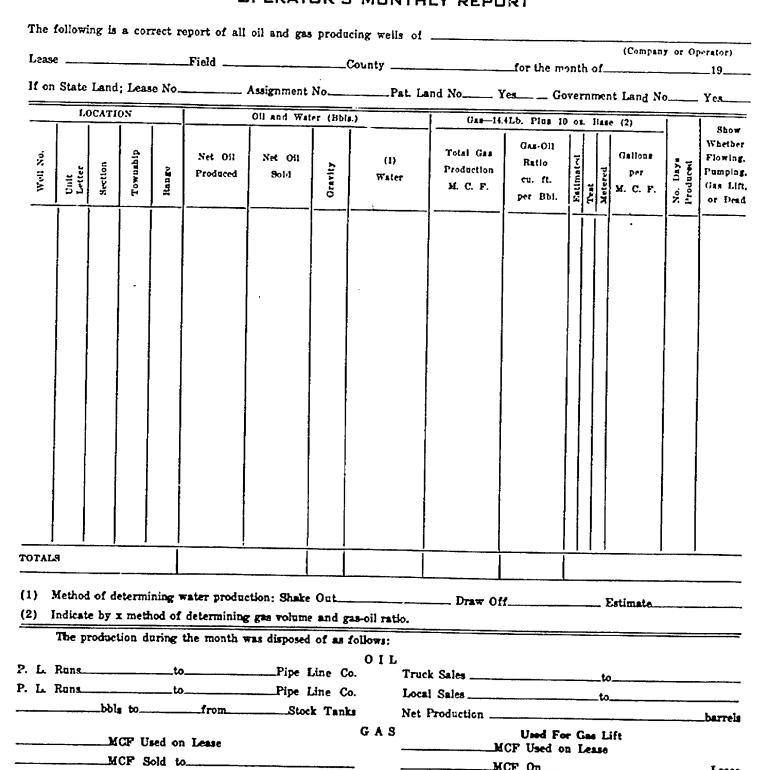
1241 EAST BURNETT SY. LONG BEACH, CALIFORNIA

good thing, as after all a signature is just a good and it is a bother to the operators to have to run out and look up Yours very truly,

MCF Blown to Air, (By Difference)

I hereby swear or affirm that the information given is true and correct.

Same Level Semil OIL CONSERVATION COMMISSION Santa Fe, New Mexico OPERATOR'S MONTHLY REPORT



Form C-109 Sheet No. ____ HOUSTON, TEXAS

> Mr. Clenn Staley. Lea County Operators Committee, Hobbs, New Mexi∞.

I have received word from our Houston Office in regards to the form C-109 which is revised to combine C-108 and C-109. We believe the Lea Courty Operators Committee should petition the Conservation Commission to adopt this revised and combined form C-109 to take the place of C-108 & C-109 as in our opinion these two reports are very much unnecessary, as the two reports requires considerable clerical labor as well as it would seem to be an apparent waste of paper, then too there seems to be a duplication of information called for on the reports. The only suggestion I would have regarding C-109 as you have it now is I think it would be a good idea to have a space for 'total oil on hand at the beginning of ronth' and one for total on hand at the end of month, if this could be put into this form without too much trouble. Yours very truly,

Midland, Texas, Jan. 9, 1942

PETROLEUM AND ITS PRODUCTS GULF OIL CORPORATION

TULSA: OKLAHOMA

Jenusry 8, 1947.

Mr. Glenn C. Pley, Ironer L, Mobbs, Ner Mexico. Terr Bir:

GYPSY DIVISION

DISH GREENSLASE

Let County Openitors Committee, I have readined your latter to allow the citrodes •es as tale Form 2-100, Open toria Monable Report. You request; that I give you to oritinize, comments, duesresting, etc., on this comple form. I are wery turb disperiation with the memorial adorte depolateria fonthis drubu detroles. Di Deport. Form 0-103, since it omid ant to tyrel in comparation The the Telepot Center Constant Court to and Intented to the design of a little to them are to be at district in the menut am notificant resort non miliar class ME west. of Cour codist each, this requires considerable time to present. The only benefit I continue from this edition! report or, that it should blue line roundly relia, which information with otherwise the the grown office following strong

สวานทาง โดย กระทุงไม่ Port ป-100 เมื่อ การใน วิวัลที่ หนึ่นก net oil and from any relia Tampoint I believe it a te storted end Form 0-100 eliminate). This will not only result in a device of considerable more but sill reduce the status of pager uses, which is very consisted at two or sent fite die to the sommolity of order.

Form 470 1 38 STANOLIND OIL AND GAS COMPANY P. C. Box "F", Hobbs, Hew Mexico January 9, 1942 File: 27 - 3 Re: Proposed Form C-109 Mr. Glenn Staley Les County Operators Committee Drewer I Hobbs, New Mexico With reference to your recent letter to Operators Les and Eddy Counties concerning the semple form combining C-108 and C-109, we wish to advise you that we have gone over this proposed form theroughly and find it entirely satisfactory. We feel that the Lea County Operators Committee should petition the Conservation Commission to adopt the proposed However, we note that no space is set out for noterizing this proposed form as was on the former C-109 and old form C-104-A. It would also be a help in typing this form to have a half inch more space at the bottom. Yours very truly, STANOLIND OIL AND GAS COMPANY BY Donith Rudco Oil & Gas Co. Graducers and Marketers of Gatralian Graducts P. 9. Box 2018 Tyler, Texas January 7, 1942 Glenn Staley Lea County Operators Committee Hobbs, New Mexico Dear Sir: be made. operators to a much greater extent than in our case. vided with meters. The gas-oil ratio cannot be determined accurately except producing property. to the operator unless he is disposing of his gas to some casing head plant. As I have said before, these suggestions are made for what they may be worth, and I hope that they are considered by you as not critical. CCC/mp The second s Harry Leonard Roswell, New Mexico Jenury 7, 1941

January 8, 1942. Mr. Glern Staley, Les County Operators Committee. Hobbs, New Mexico Dear Mr. Staley: We are in receipt of your letter submitting a sample Form C-109, which is suggested to be used in lieu of Form C-108 and C-109 if previously approved by the Com-We can see no reason why the new Form C-109 would not be satisfactory and are heartily in favor of anything that will make one less report. REC.so

AMON G. CARTER

P. O. Box 1036

Fort Worth, Texas

P. O. BOX 927 SANTA FE, NEW MEXICO TELEPHONE 66 January 7, 1342 Mr. GlennStaley Proration Engineer Hobbs, New Mexico Dear Mr. Staley: The day after my conversation with you over long distance, I had a bad spell and have only just returned to the

I have gone over Form C-109 which it is proposed to take the place of C-108 and the old form C-109 and I can see no objection to it, since it now appears that each well has to be listed for the purpose of proration and your statistical information. At the meeting of the Operators here in the Fall, I assumed that proration could be rade by leases and that therefore a uniform form with the government form could be used so as to have uniformity with the government report, but since you advise me that this is not possible under the State Proration plan, I am sure that the proposed form C-109 is the only solution. Yours very truly,

THE W-K ROYALTY COMPANY

335 WEST LEWIS STREET

WICHITA, KANSAS

Hobbs N. Mexico Jan. 3, 1942

Re: Producer's Forms

On Form C-108 and Cl09 as filed last month, it is apparent

Yours very truly

The T-K Royal ty Co.

By: U. Elleagury

that most of the information included was duplicated on either Form.

If the new Form C-109 is adopted it seems to us this would eliminate

considerable work and at the same time give everyone the desired

F D' 335 LEI ESHOVE † 2023

Glem Staley

Hobbs N. Mexico.

Drawer I

cc: W-K

Main Office Olesa, N. Y. Lea Co. Operators Committee

information in more compact form.

Wilson Oil Company

incorpopated under the laws of New Mexico

Dear Mr. Staley, We have your letter of recent date directed to all Operators in Lea & Eddy Counties, reference to combining Forms C-108 and C-109, and have examined the sample form. We are heartily in accord with the proposal, and believe that the Conservation Commission should be petitioned to adopt same. In reply to your request for suggestions, etc., we offer the following: Under oil dispositions, that "Bbls to or from stock tanks", and "Not Production" be emitted, and spaces be provided for Opening and Closing Stocks. The correctness of the "Net oil produced" figure could then be computed on the face of the form by adding closing stock to Net oil sold and subtracting opening stock. It seems that calculating "Bbls to or from stock tanks" with sales of oil, to equal net production, is starting off with the assumption that the net production figure is correct; whereas, by starting off with opening and closing stocks, we need only to know what the net sales figure is, to determine the correct net production. The elimination of the "Net production" line in the lower part of the form will not take anything away from the form, since "net production" is already taken care of in the upper part. Having attended most of the recent meetings in connection with reporting forms in New Mexico, we realize how extremely difficult it is to prepare forms entirely pleasing to everyone in all respects, and with this in mind we wish to state that if our above suggestion meets with any particular disapproval, we beg to waive it, and urge the adoption of the form as it is, since we believe the requirement that both Forms C-108 and C-109 be filed each month is an unjust burden on operators, and especially so, since these two forms are duplications in some respects.

cc: Amerada - Ft. Worth

cc: Amerada - Monument

Attention: Mr. Glean Staley

P. O. BOX 8040 TULSA, OKLAHOMA

Yours very truly, AMERADA PETROLEUM CORPORATION, 71. W. Deay

Midland, Texas.

Box 512.

THE SUPERIOR OIL COMPANY (A CALIFORNIA CORPORATION)

Mr. Glenn Staley Lra County Operators Committee Hobbs, New Mexico Dear Sir: Your recent letter to all operators of Lea & Eddy Counties in regard to the Producer's Monthly Crude Petroleum Oil Report Form C-108 was turned over to me for attention. It is my opinion that combined Forms C-108 and C-109 was under the circumstances almost a necessity, and the form which you submitted seems to cover the information requested very thoroughly. We have no criticisms or suggestions to offer other than we urge its adoption. Very truly yours,

SO7-II HAMILTON BUILDING

WICHITA FALLS. TEXAS

January 7, 1942

J.J. Inaucini J.J. Maucini

THE EASTLAND OIL COMPANY A Delaware Corporation MONAHANS, TEXAS

Mr. Glenn Staley. Lea County Operators Committee. Drawer 1. Hobbs. N.N. Dear Er Staley:

You say the sample form sent us is a combination of forms C-108 and C-109 but in checking same we find it identical with form C-109 except that under the head of "Location" the cap-

on Form C-110, Certificate of Compliance and Authorization to Transport Oil. We submitted a report covering our Twin Lakes lease 28-18-28 on this form covering wells I to 5 and showing the New Mexico Pipe Line Co the transporter of 100% of the oil from this lease, yet this report (C-110) was returned to us and we were required to file one report for each well, which of course was a gross duplication. We appreciate the opportunity offered to us for

criticism, suggestions etc. for in this way, and in this way only. Assuring you of our co-operation at all times

TO ALL OPERATORS LEA & EDDY COUNTIES GETTLEHEN:

The Proration Office and State Geologist's office have received a number of letters from producing operators in the State of New Kexico expressing dissatisfaction with the Commission's recently adopted PRODUCER'S NONTHLY CRUDE PETROLEUR OIL REPORT Form C-108. It was thought at the time this form was made up that it could be filled out at the same time the Federal Tender Board form was made out but it now appears that this is impossible.

At the request of Mr. M.J. Kender, Chairman of the Sub-Advisory Committee the engineers have prepared a sample form combining C-108 and C-109, copy of which is enclosed herewith. It is believed that this new form includes the necessary information previously contained in the other two reports.

It will be greatly appreciated if you will give this sample form your consideration and notify the writer of your criticisms, comments, suggestions, etc.; and if, in your opinion, the Conservation Commission should be petitioned by the Lea County Operators Committee to adopt same.

> Yours very truly, Glenn Staley Lea County Operators Committee, Drawer I

Hobbs, New Mexico

Think this form will be great improvement over

Glen: E think there should be a column for "Scheduled allowable

R.W. FAIR INTERESTS Tyler, Texas

M. S. Goldman

I acknowledge receipt of form letter transmitting copy of Operator's Monthly Report form on which you ask that comments

So far as this company is concerned, the form meets with our approval, except that there are one or two suggestions that I am making below for what they may be worth to you. Please understand that the form as prepared is satisfactory with us, however, our operations are very limited in New Mexico, and it is possible that the comments below would affect the larger

It seems to me that there is some information requested on the form that is almost impossible to accurately give. It may be that that information is necessary, and if so, of course, it would have to be included. I have reference to the Gravity of the Oil: the Total Gas Production K.C.F.; Gas-Oil Ratio cu. ft. per Barrel and Gallons per M.C.F. Particularly, is the gas production difficult to accurately report, because there is no way of metering it, and of course, leases in most instances are not pro-

by tests, and these tests are soldom, if ever, made on the average The gallons per thousand cubic feet is, of course, unknown

On the bottom of the form the information concerning the gas is practically impossible to estimate on the average lease. I know, for our part, that any figure we might show would be just a wild guess, because we have no means of measuring the gas and would be put to a considerable expense were that necessary.

Yours very truly.

The state of the s

January 9, 1942

In reply to your letter of January ? in which you comment regard-

ing the filling out of the Monthly Operators Froduction Report

on your pipe line statement because the oil is bought on a

gravity basis in most instances in the State of Men Mexico.

Also, the gas produced with the oil must be reported because

C-109: The gravity of the oil is furnished you by the pice line

gas-oil ratios are a factor in proration whenever the Cormission

sets a maximum gas-oil ratio for the various fields, and no well

within the field is allowed to produce with a gas-oil ratio above

that figure without penalty. The Lea County Operators Coumittee

takes its own gas-oil ratios through the Engineers Advisory Com-

mittee. This is the information that is used by the Lea County

Glenn Staley

Operators in making out their report.

Thanking you for your reply, I am,

Rudco Oil & Gas Co.

Box 2018

GS:U

Tyler, Texas

Mr. Glenn Staley, Lea County Operators Committee, Drawer I, Hobbs, N. Mex.

This will acknowledge your letter to all operators For your information, we only have one lease and one well on that, and for that reason we are not in a position to either criticise or offer helpful suggestions as

We want to be absolutely fair in the matter, but since we are affected in such a small way, we are willing to abide by the decision of the majority of operators. We regret our inability to be helpful at this time but believe you understand why it is impossible for us to make suggestions that would fit the large operator's problems. Yours very truly,

By Winne mc Sough

Dalport Oil Corporation

Olean Petroleum Company 209 Groom Building Bristow, Oklahoma

Dramer I, Hobbs, New Mexico.

Dear Sir: With reference to your form letter of recent date, enclosing sample form combining Forms C-108 and C-109, to be filed with Cil Conservation Commission on production in New Mexico: We feel that cases such as ours, where producer and operator are the same, the combined form will be decidedly preferable, and we hope the Commission will

27 har had a realist the transfer the state and the state of the state

January 5, 1942

Mr. Glenn Staley Lea County Operators Committee Drawer I Hobbs, New Mexico

We acknowledge receipt of form C-109, "Operator's adopt form C-109 as proposed, eliminating the present C-103 and

cc-Mr. Dunlavey

Jan. 7th. 1942.

SHELL OIL COMPANY

PETROLEUM BUILDING

MIDLAND, TEXAS

January 7, 1942

We have received your memorandum in regard to

a new Form C-109, which has been prepared by the engineers

of the Lea County Operators! Committee. This new form has

C-109, with the purpose in mind of reducing the amount of

We have studied the proposed Form C-109 and

We recommend that the New Mexico Oil Conser-

Yours very truly,

SHELL OIL COMPANY, Incorporated

been prepared with the view of combining the present

New Mexico Oil Conservation Commission Forms C-108 and

paper work which is now required in submitting the two

it is our opinion that it should be submitted to the

New Lexico Oil Conservation Commission for adoption by

them; and that present Forms C-108 and C-109 should be

discontinued. We believe that this new form includes

the necessary information previously contained in the

two other reports, and that considerable time would be

saved and efficiency gained by eliminating the two old forms and adopting the proposed Form C-109.

vetion Commission be petitioned by the Lea County Oper-

ators! Committee to adopt this form.

cc: Proration Committee - Housto

cc: Mr. T. B. Lambert - Hobbs

cc: Production Department - Houston

Lea County Operators! Committee

Drawer I

Hobbs, New Mexico

Dear Mr. Staley:

In Re: Proposed Form C-109

Oil Conservation

of New Mexico

Commission, State

Your circular letter enclosing sample form com-bining forms # G-108 and G-109 and asking for comment on same, received and carefully noted. We can see no reason for form C=108 at all for it is identical with the Federal form "P" except in section 3 of the latter form says "Disposition of petroleum" and the form "C=108 says "Disposition of oll". tions of the five columns are the same but a slight change in the

arrangement of the columns. Why not just use the old form C-100 Also in this connection we would like to comment

can the best systems be worked out.

we are,

Yours very truly, The Eastland Oil Co.

But a series of the series of

GEOLOGICAL AND
LAND DEPARTMENT

for month" and this would complete the form

TO ALL OPERATORS LEA & EDDY COUNTIES GETTLE: Eli:

The Proration Office and State Geologist's office have received a number of letters from producing operators in the State of New Mexico expressing dissatisfaction with the Commission's recently adopted FRODUCER'S HONTHLY CRUDE FETACLERS OIL REFORT Form C-106. It was thought at the time this form was made up that it could be filled out at the same time the Federal Tender Board form was made out but it now appears that this is impossible.

At the request of Mr. H.J. Kemler, Chairman of the Sub-Advisory Committee the engineers have prepared a sample form combining C-106 and C-109, copy of which is enclosed herewith. It is believed that this new form includes the necessary information previously contained in the other two reports.

It will be greatly appreciated if you will give this sample form your consideration and notify the writer of your criticisms, comments, suggestions, etc.; and if, in your opinion, the Conservation Commission should be petitioned by the Lea County OperaCors Committee to adopt same.

Yours very truly, Glenn Staley Lea County Operators Committee,

Hobbs, New Mexico

Mr. Glenn Ctrley Die Sounty Characters Soundaties Denine to I Hobbs, Try Drico Darr Gleat We acknowledge reneipt of proposed form 0-109 which is to be used in pricing continue reports. It is our understanding that form month i pipe line statements.

2-1.3 is to be eliminated and the new form will be embattach the twosty-fifth of each most, after one retorn have received their We believe this new form will be designerous with the operators. and should hive all remained information to the Conservation Commission and the Lea County Onerstore Consists a We presume the new form has been mishipped to all operators in The Merica, the if the enjorite of the operators seem to be of the opinion that the new form is preferable to the present same ton of medamine, we explore the levica CID And Gre Accessetion thouse the wives on organization to doin in the setition to the Merico Contervation Corridation remesting the adoption gi the sever is me

Your terr trief.

Beer Leineri co: J. J. Denter, Artecia T. S. Walsh, Artesia 1. Z. Brish, Arthrin o. D. Bolie, Nobbs

J. S. Griffish, Roccell P. J. Ikarlaje, Isylamoa Empry Compose, Assessed There Erece, Or riebri

H. I. Sergione, Rocimble

DALPORT OIL CORPORATION DALLAS, TEXAS January 6th, 1942.

Dear Mr. Staley: in Lea and Eddy Counties New Mexico, together with sample form combining forms C-108 and C-109.

could operators who have several wells on several different loases.

Jan. 5, 1942.

Glenn Staley, Lea County Operators Committee,

decide to adopt this combined form. Very truly yours, OLEAN PETROLEUM, COMPANY,

SKELLY OIL COMPANY

TULSA, OKLAHOMA H. M. STALCUP, VICE PATSIDENT J. S. FREEMAN, ASSISTANT

JJM:gj

Dear Sir: Monthly Report", which is a sample form combining C-108 and C-109, and this is to advise you that after considering this form C-109 as proposed, it meets with our approval, especially since it eliminates the present form C-108 and makes it necessary for only one report to be filed each month; and in line with your request we further wish to advise that the Conservation Commission should be petitioned by the Lea County Operators Cormittee to

Gii3/mb

ZOULVEROUND THE SEARTHON PRODUCERS AND REFINERS GENERAL OFFICE BOS ELLIS-SINGLETON BUILDING

> WICHITA, KANSAS January 5, 1942.

We believe that this form is satisfactory and

Mr. Glenn Staley, Lea County Operators Committee, Hobbs, New Mexico.

Dear Glenn: We are in receipt of your letter enclosing a sample form combining form C-108 and C-109 for reporting oil production, oil runs and gas sales.

that the Conservation Commission should be petitioned by

the Lea County Operators Committee to adopt this form. Very truly yours, WALKER OIL CORPORATION. By Harry It. Walker SOUTHERN PETROLEUM EXPLORATION. INC Box 1017 ROSWELL NEW MEXICO January 5, 1942

Mr. Glenn Staley Lea County Operators Committee Drawer I Hobbs, New Mexico Dear Glenn:

Harry Leonard has just handed me your latest memorandum relative to Producer's Monthly Crude Petroleum Oil Report with attached tentative new form labeled Form

Since I am leaving promptly for a couple weeks work in North Dakota I have hurriedly looked at this new form and apparently it will be quite satisfactory. At least I think it will be as it seems to give all the information you have previously required and is quite similar to the old form C-104-A, which I believe worked satisfactorily for a number of years.

I believe everyone will be satisfied with the new form provided the old form C-108 is eliminated and the time of submitting the form is made at such a date that pipe line statements are received before the report has to be sent in. If the time for submitting the new Form C-109 is the same as the present form C-109, namely, the 25th of the month, I think it will work quite satis-

I believe the Conservation Commission should be petitioned by the Lea County Operators Committee to adopt the new form.

> J. B. Headley for Southern Petroleum Exploration, Inc.

Very truly yours,

JBH: AMS

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MAZELY COUNTY

and States and the second of t Potts Tis Merson is the state of th This circums is no morety to the recommendation the second through the estimate of the letter he was the streeted with the priving? From A transfer were 1 few 2 of the come we employed

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purpose they are intended and to hause a minimum of work and repetition. The present forms three them double the

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Porri Womin TENAS Industry ., 1941

ur. Henn Staley, Dusinson acc county op retors Jornattes water , the extra

the first of the second of the the land of review and years to be what the cill eliminate Electric, it centerally will meet with our old as emergence. The Volume an energy of the second consent of the figure settler. or less bor Soth, in the rows end solved for the bill of lo, market was the only lifeteness. In the literaction with m this come it has a little at perform to to the countries of the h Livell and or communications on the section of the communication to the control of the following three fields and the fill of the state of the control of the con for a region of railly wards.

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It is not our intention to be continued by we say The state of the companies of the winds of the companies The same of the work of the contract the same of the contract at outsite with the extraction of the contraction will be the Torrows by Amery, Table 1 to the control of the arr

in the second of the second

December 22, 1941

011 Conservation Commission State of New Mexico Santa Fe, New Mexico Gentlemen:

We submit to you herewith our producer's wonthly Crude Petroleum Oil Report for the month of Rovember 1941, on Form C-108. We also enclose Operator's Monthly Report for November on Form C-109.

Report on Form C-108 being due Lecember 15th 13 delinquent due to the fact that the information called for on the form, namely, oil runs to pipe line, does not reach this office until after the 15th, sometimes as late as the 21st. We can make out this information from our current production records but invariably some of these are in error due to the fact that the pipe line companies many times make changes on the run tickets, notice of which we do not get until we receive the monthly pipe line statements. As before stated, these do not reach us until after the 15th, sometimes as late as the 21st. In order to make an accurate report it is necessary to have the pipe line statements. We believe the time of submitting Form C-108 should be about the 25th of the month.

On the other hand you require form 0-109 to be submitted by the 25th of the month. The pertinent information desired on this form (excepting pipe line runs, which is a duplication of information on Form C-108), is that of the physical condition of the wells. We believe that is the purpose of this form. This information can be had soon after the first of the month and it is not necessary to delay it until the 25th. We believe the times for submitting the forms are reversed. It would be better, however, to have both forms due at the same time.

May we take the liberty to make exception to Form C-108. This form is a good one for the purpose it is intended but you require another purpose for it. It seems the form is almost identical with the Federal Tender boars form. The

TARRESTORISMENT COLLEGE DECOME A CONTRACTOR OF THE PROPERTY O Me de santo lore de la companya del companya de la companya del companya de la co COCCOCCO For the contract of the contra

PHILLIPS PETROLEUM COMPANY

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rage 2 011 Conservation Commission

Federal Tender Board form is designed to submit information by pools and to that end is a good form. But when you require the information to be submitted by leases on this form it does not serve the purpose very well. The lora was not designed for this. Sections I and 2 of the form each have a line for totals. We are at a loss as to what to do with these lines. We cannot add up lease names, unit letters, counties, names of transporters or locations of tanks on these lines. And to add up the numbers on lease tanks has no meaning except a repetition of the lines above in the column. In Section 3 of the same form there is no provision to take care of wells separately, yet a line total is given implying that information for severate wells should be given. After the oil is produced into the tanks there is no way of telling how much from each well goes to the pipe line. The only way we can submit in the tion for each tell on this form would be to have a deparate tank for each well and pipe line runs made from elch well tank.

12-22-4.

It is our information that he the time the new forms were considered that they were to be resigned to aid the operators in making reports in conjunction with the re-gained Tender Board form. Form 0-108 was apparently anopted for that purpose. But to that purpose it was falled as :plotely, for instead of melieving the amplication of labor in taking the reports the new forms have soubled and almost tripled the rork. The reason being that the Tender Board form calls for information by pools and you require the information by separate leases. The two forms, Rejeral and State, cannot be made at the same time in a typevolter and seannof be made out at the same time. Nor are they handy for transferring date from one to the other. To do that takes just as much time as starting all over spain with the raw information.

We believe your old lart 0-194-4 is much better analyted for the information you desire. If you lestre the information of C-108 separately it should be take out by

we believe the forms small he efficiently westgred for the

We do not intend to kick about mealor reports but