

*Loco Hills*  
HUGH L. JOHNSTON

PRESIDENT

C. J. DEXTER

VICE-PRESIDENT

FRED BRAINARD

SECRETARY-TREASURER

Loco Hills  
Pressure Maintenance Association, Inc.

ARTESIA, NEW MEXICO

July 22, 1941

MEMBERS

BERT ASTON

EMERY CARPER

MARTIN YATES, JR.

J. M. MURRAY

New Mexico Oil Conservation Commission, Santa Fe  
c/o Carl B. Livingston, Attorney  
Santa Fe, New Mexico

Gentlemen:

Attached hereto please find copy of letter from Atwood & Malone such letter requesting us to forward you a certified copy of our resolution fixing July 1, 1941 as the effective date for the deduction of the 5¢ per barrel.

In answer to your letter of June 27, 1941 in which you asked us to advise you the date when the Loco Hills Pressure Maintenance Plan officially went into operation please refer to our letter of July 9, 1941 in which we advised that the plan officially went into operation July 1, 1941. However to complete Atwood & Malone's request we attach hereto copy of an exerpt from the minutes of a special meeting of the Directors of the Loco Hills Pressure Maintenance Association, Inc., such exerpt showing the official action taken by the Board in regard to same.

Yours very truly,



Fred Brainard  
Secy-Treas.

JDH/me

Encl. 2.

July 18, 1941

Mr. Fred Brainard, Secretary  
Loco Hills Pressure Maintenance Association, Inc.  
Artesia, New Mexico

Dear Mr. Brainard:

As you know, the State Conservation Commission has under consideration the fixing of a proper date for the beginning of the oil allowable for the shut in gas wells in the Field which was provided for by appropriate action of the Commission several months ago. The Association, of course, has consented to the granting of such an allowable as the Commission may see fit to prescribe, such consent being contained in paragraph 8 (e) of the uniform operators' agreement.

The attitude of the Commission appears to be that the oil allowable should start at the same time that the assessment of five cents a barrel in favor of the Association becomes effective but there is nothing on file with the Commission to show such effective date. We would appreciate your forwarding to the Commission in care of Mr. Livingston, its attorney, the certified copy of the resolution of the Board of Directors which fixed July 1, 1941 as this date.

We represent Mr. R. W. Fair in this matter.

Yours truly,

ATWOOD & MALONE

By:

JDA/IH


cc: Mr. Fair  
cc: Mr. Quail

EXERPT FROM MINUTES OF A SPECIAL MEETING OF THE BOARD OF DIRECTORS  
OF LOCO HILLS PRESSURE MAINTENANCE ASSOCIATION, INC.

The following is an exerpt from the minutes of a special meeting of the Directors of Loco Hills Pressure Maintenance Association, Inc., which was held in its principal office July 8, 1941 in conformity with its by-laws:

".....It was moved by Emery Carper that the fifth motion of May 22, 1941 be recended and that the effective date of the commencement of the deduction of 5¢ per barrel be set as of July 1, 1941. Motion seconded by C. M. Pope, Jr. Motion carried."

I, Fred Brainard, Secretary of Loco Hills Pressure Maintenance Association, Inc., hereby certify that the above is an exact copy of a portion of the minutes of a special meeting of the Board of Directors of said corporation held on the date and at the place above shown.

  
Fred Brainard  
Secy.-Treas.

HUGH L. JOHNSTON  
PRESIDENT

C. J. DEXTER  
VICE-PRESIDENT

FRED BRAINARD  
SECRETARY-TREASURER

Loco Hills  
Pressure Maintenance Association, Inc.

ARTESIA, NEW MEXICO

July 9, 1941

MEMBERS  
BERT ASTON  
EMERY CARPER  
MARTIN YATES, JR.  
J. M. MURRAY

Mr. John M. Kelly, Secretary  
New Mexico Oil Conservation Commission  
Santa Fe, New Mexico

Dear Mr. Kelly:

Re: Case # 23, Order # 339 Loco Hills Pressure Plan.

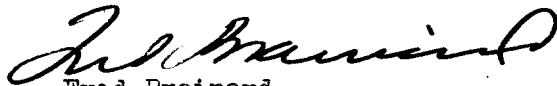
Your letter of June 27, 1941, to Mr. Hugh L. Johnston regarding the above number of case and order was referred to me for answer.

Please be advised that the Loco Hills Pressure Maintenance Plan officially went into operation July 1, 1941.

This date had been previously set as June 1, but due to complications arising out of connections being transferred in the area it was necessary to delay this date until July 1.

Yours very truly,

LOCO HILLS PRESSURE MAINTENANCE ASSOCIATION, INC.



Fred Brainard  
Secy.-Treas.

FB/me

July 29, 1941

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Hon. H. L. Johnston, President  
Loco Hills Pressure  
Maintenance Association, Inc.  
Hobbs, New Mexico

Re: Case No. 23, Order No. 339 - Loco Hills  
Pressure Maintenance Plan.

Dear Mr. Johnston:

Reference is made to your letter of July 23rd.  
Enclosed please find certified copy of the Commission's  
Order No. 339, relating to the Loco Hills Pressure Maintenance  
Plan.

This order approves the Plan in its general aspects  
as set forth in the amended petition of the Loco Hills  
Operators' Committee; authorizes the two shut-in gas wells  
of R. W. Fair et al and Bassett & Birney, specified in  
said petition--their allowable to be taken elsewhere on  
their respective basic leases; authorizes the use of  
producing oil wells as input wells for the purpose of  
returning waste gas to the oil-bearing formation, and  
permits the allowable for wells so used to be taken  
from other wells located on the owner's lease.

In view of the fact that the Commission, in its  
Order above referred to, has already granted the use of  
input wells it would not now be necessary to make an  
application for permission to use wells for such purpose;  
however, whatever wells are used as input wells should be  
certified by the Association to the Commission in order  
that the Commission in turn can officially notify the  
Proration Umpire in order that the allowables of the in-  
put wells may be taken elsewhere on the owner's lease.

Each well to be used as an input well should be  
definitely described by name, legal sub-division, section,  
township and range, and the well or wells on the owner's  
lease through which the input well is to produce its

E. L. Johnston

-2-

7-29-41

allowable in order that the Commission may accordingly officially inform the Proration Umpire.

The Commission requests that the Association furnish it a monthly report of operations stating in particular the well or wells used as input wells, the amount of input gas through each input well, the oil production by wells, estimated gas production by wells, estimated gas-oil ratio by wells, water production by wells; a report of periodic bottom hole pressure survey and periodic gas-oil ratio survey; also the producing characteristics of each well--that is, flowing, pumping or gas lift.

Very truly yours,

John M. Kelly  
Secretary.

JMK:MS

*W. L. Staley*  
*Fred Brunard*

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NEW MEXICO OIL CONSERVATION COMMISSION  
HOBBS, NEW MEXICO

July 26, 1941

Mr. H. L. Johnston, President  
Loco Hills Pressure  
Maintenance Association, Inc.  
Hobbs, New Mexico

Dear Mr. Johnston:

This is to acknowledge receipt of your  
letter of July 23rd, which will be brought to  
the attention of the Commission.

Very truly yours,

Oil Conservation Commission

By:

*Carl B. Livingston*

Carl B. Livingston  
Chief Clerk & Legal Advisor

CBL:LS

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## CONTINENTAL OIL COMPANY

Hobbs, New Mexico  
July 23, 1941

The New Mexico Oil and Gas Conservation Commission  
Santa Fe, New Mexico

Attention: Mr. John M. Kelly, Secretary

Gentlemen:

The Loco Hills Pressure Maintenance Association, Inc., was organized and incorporated early in 1941. All operators of the Loco Hills pool, except Kleiner Bros., Roland Rich Wooley, and one other small interest have signed a contract with the Association. Briefly, the terms of the contract provide that the operator will deliver all waste gas produced to the Association, and the Association will return the gas to the formation for the purpose of maintaining pressures in the pool. Also, it is provided that the Association may use any well selected by the engineering committee of the Association for the purpose of returning gas to the formation. It is our understanding that the Commission will permit the operator on whose land a well may be selected for input purposes, to produce the allowable oil for such input well from other wells on the same basic lease belonging to the same operator.



All contracts with each operator have been properly ratified by all interests and filed of record in Eddy County, New Mexico.

The by-laws of the Association provide that only operators owning interests in the Loco Hills pool may participate in the operation of this pressure maintenance program. Also, it is provided that in order to pay the installation costs and operate the system, that 5¢ per barrel will be deducted by the purchaser of 7/8 of the crude oil produced by the pool, until such time as the cost of the plant is amortized. All crude oil purchasing Companies purchasing crude oil in the Loco Hills pool have been notified that July 1, 1941 is the effective date of the commencement of the plan.

Installation of concrete foundation for machinery is complete and 90% of the work of laying of necessary pipe lines is now completed. All pipe necessary for plant lines, gathering system, and return system has been received. The gas cooling system is in transit from the manufacturer. Machinery ordered from Worthington Pump and Machinery Company from Buffalo, New York was held up temporarily account of Federal Government priority. This matter however, has now been handled with the proper Government agencies, and we have been assured early delivery of this machinery. It is estimated

that construction work may be completed about October 1, 1941, at which time the actual operation of returning gas to the formation will commence.

Our engineering committee has made a thorough study of the pool and has tentatively recommended certain wells to be used for input wells.

In order that the Conservation Commission's requirements may be complied with, the Association will appreciate receiving information as to the proper form of application to be made to the Commission to obtain the Commission's approval of the plan, and the reports it will be necessary for the Association to make to the Commission.

It is suggested that the Association certify to the Commission that the plan for returning gas to the formation is now in effect and that contracts have been made with various operating members of the Association, to which can be attached a certified copy of the by-laws and charter of the Association, also a certified copy of the contract made with the various operating members and interests in the Loco Hills pool, together with a certificate outlining a description of the lands involved.

We believe it is desirable that the Association be required by the Commission to make application for the

The New Mexico Oil and Gas Conservation Commission

Page 4 - 7-23-41

use of input wells rather than for the individual operator to be required to do so, in that, the terms of the contract provide that the Association may use any well covered by its contract with the operator for input purposes.

Your consideration and advice in this matter will be appreciated.

Very truly yours,



H. L. Johnston, President  
Loco Hills Pressure  
Maintenance Association, Inc.

HLJ-JL

cc: Mr. Glen Staley  
Hobbs, New Mexico

cc: Mr. Fred Brainard  
Artesia, New Mexico

CERTIFIED COPY OF  
ORDER NO. 339 - CASE NO. 23

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

THE PETITION OF THE OPERATORS' COMMITTEE FOR  
THE OPERATORS IN THE LOCO HILLS POOL IN EDDY  
COUNTY, IN CONNECTION WITH THE PROPOSAL OF  
A COLLECTIVE PRESSURE MAINTENANCE PROGRAM  
FOR SAID POOL.

This is to certify that the attached copy of  
Order No. 339 of the New Mexico Oil Conservation Commission  
is a true copy of the original order promulgated by said  
Commission and on file in the records of said Commission.

---

JOHN M. KELLY, SECRETARY  
NEW MEXICO OIL CONSERVATION  
COMMISSION.

NEW MEXICO OIL CONSERVATION COMMISSION  
HOBBS, NEW MEXICO

July 26, 1941

C  
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Hon. Glenn Staley  
Proration Umpire  
Hobbs, New Mexico

Re: Case 23, Order 339

Dear Mr. Staley:

At the Commission's Executive Meeting July 25th the following Executive action was taken:

In connection with the Loco Hills Pressure Maintenance Plan, in order for the Commission fully to determine all benefits that might accrue under such plan, the Commission ordered and directed that a complete oil, gas, and gas-oil ratio survey be made and completed as soon as possible.

The foregoing action of the Commission is your authority to proceed.

Very truly yours,

John W. Kelly  
Secretary.

CBL:MS  
cc R. L. Johnston  
Fred Brainerd

July 26, 1941

C  
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Y  
  
Hon. Hugh L. Johnston, President  
Loco Hills Pressure Maintenance Association, Inc.  
Hobbs, New Mexico

Fred Brainard, Secretary-Treasurer  
Loco Hills Pressure Maintenance Association, Inc.  
Artesia, New Mexico

Hon. Glenn Staley  
Froration Empire  
Hobbs, New Mexico

Keith F. Quail, Esq.  
Artesia, New Mexico

Ross Malone, Esq.  
Roswell, New Mexico

Gentlemen:

Re: Case #23, Order #339

At its Executive meeting July 25th, 1941, the Commission took the following Executive action which is self-explanatory:

"In connection with the applications of the owners of the two shut-in wells, R. W. Fair, SE $\frac{1}{4}$ SE $\frac{1}{4}$  10-18S-29E, and Bassett & Birney NW $\frac{1}{4}$ SE $\frac{1}{4}$  11-18S-29E, for their respective oil allowables to be taken elsewhere on their same respective leases, pursuant to the provisions of Order No. 339, Case #23;

"WHEREAS, said applications having been taken under advisement by the Commission at its Executive meeting June 25, 1941;

"WHEREAS, the Commission having been informed by the Loco Hills Pressure Maintenance Association, Inc., through its Secretary-Treasurer, Mr. Fred Brainard, by letter under date of July 9, 1941, that the Loco Hills Pressure Maintenance Plan officially went into operation July 1, 1941;

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NEW MEXICO OIL CONSERVATION COMMISSION  
HOBBS, NEW MEXICO

Hugh L. Johnston

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7-26-41

"NOT THEREFORE, said applications are hereby granted effective as of July 1, 1941."

The foregoing is for your information.

Very truly yours,

John M. Kelly  
Secretary.

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In connection with the applications of the owners of the two shut-in wells, R. W. Fair, SE $\frac{1}{4}$ SE $\frac{1}{4}$  10-18S-29E and Bassett & Birney NW $\frac{1}{4}$ SE $\frac{1}{4}$  11-18S-29E, for their respective oil allowables to be taken elsewhere on their same respective leases, pursuant to the provisions of Order No. 339, Case #23;

WHEREAS, said applications having been taken under advisement by the Commission at its Executive meeting June 25, 1941;

WHEREAS, the Commission having been informed by the Loco Hills Pressure Maintenance Association, Inc., through its Secretary-Treasurer, Mr. Fred Brainard, by letter under date of July 9, 1941, that the Loco Hills Pressure Maintenance Plan officially went into operation July 1, 1941;

NOW THEREFORE, said applications are hereby granted effective as of July 1, 1941.



HUGH L. JOHNSTON  
PRESIDENT

C. J. DEXTER  
VICE-PRESIDENT

FRED BRAINARD  
SECRETARY-TREASURER

Loco Hills  
Pressure Maintenance Association, Inc.

ARTESIA, NEW MEXICO

July 9, 1941

MEMBERS

BERT ASTON  
EMERY CARPER  
MARTIN YATES, JR.  
J. M. MURRAY

Mr. John M. Kelly, Secretary  
New Mexico Oil Conservation Commission  
Santa Fe, New Mexico

Dear Mr. Kelly:

Re: Case # 23, Order # 339 Loco Hills Pressure Plan

Your letter of June 27, 1941 to Mr. Hugh Johnston regarding the above number of case and order was referred to me for answer.

Please be advised that the Loco Hills Pressure Maintenance plan officially went into operation July 1, 1941.

This date had been previously set at June 1, but due to complications arising out of connections being transferred in the area it was necessary to delay this date until July 1, 1941.

Yours very truly,

LOCO HILLS PRESSURE MAINTENANCE ASSOCIATION, INC.

By   
Fred Brainard  
Secy.-Treas.

FB/me

# C O P Y

LAW OFFICES  
**ATWOOD & MALONE**  
J. P. WHITE BLDG.  
ROSWELL, NEW MEXICO

July 18, 1941

Mr. Fred Brainard, Secretary  
Loco Hills Pressure Maintenance Association, Inc.,  
Artesia, New Mexico.

Dear Mr. Brainard:

As you know, the State Conservation Commission has under consideration the fixing of a proper date for the beginning of the oil allowable for the shut in gas wells in the Field which was provided for by appropriate action of the Commission several months ago. The Association, of course, has consented to the granting of such an allowable as the Commission may see fit to prescribe, such consent being contained in paragraph 8 (e) of the uniform operators' agreement.

The attitude of the Commission appears to be that the oil allowable should start at the same time that the assessment of five cents a barrel in favor of the Association becomes effective but there is nothing on file with the Commission to show such effective date. We would appreciate your forwarding to the Commission in care of Mr. Livingston, its attorney, the certified copy of the resolution of the Board of Directors which fixes July 1, 1941 as this date.

We represent Mr. R. W. Fair in this matter.

Yours truly,

ATWOOD & MALONE

By: J. D. Atwood

JDA:IH

cc: Mr. Fair  
cc: Mr. Quail  
cc: Mr. Bassett  
cc: Mr. Carl Livingston

NEW MEXICO OIL CONSERVATION COMMISSION  
HOBBS, NEW MEXICO

June 27, 1941

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Mr. Hugh Johnston, President  
Loco Hills Pressure Maintenance Inc.  
Hobbs, New Mexico

Re: Case #23, Order #339, Loco Hills  
Pressure Maintenance Plan.

Dear Mr. Johnston:

Please advise the Commission the date when  
the Loco Hills Pressure Maintenance Plan officially  
went into operation.

Very truly yours,

Oil Conservation Commission

By

John M. Kelly  
Secretary

CIL:MS

NEW MEXICO OIL CONSERVATION COMMISSION  
HOBBS, NEW MEXICO

----- John Kelly

June 17, 1941

Mr. C. M. Bassett  
State National Bank  
El Paso, Texas

Mr. R. W. Fair  
Artesia, New Mexico

Re: File #1, Case #23  
R. W. Fair - SE<sup>1</sup>SL<sup>1</sup> Sec 10-18-29<sup>S E</sup>  
Bassett & Birney NW<sup>1</sup>SE<sup>1</sup> Sec. 11-18-29

Gentlemen:

The Commission is holding an executive meeting on June 25th at 2 P.M., for the purpose of bringing before the Commission such matters that require executive action.

At that time you, or your representative, will be afforded an opportunity to present to the Commission the matter of allowable for the two shut-in gas wells noted in the caption.

Very truly yours,

Oil Conservation Commission

By

Carl B. Livingston  
Chief Clerk

CML:SS  
cc Glenn Staley

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R.W. MCAFEE, VICE PRESIDENT  
W.W. SCOTT, VICE PRESIDENT  
GEO. G. MATKIN, VICE PRESIDENT  
FORREST M. SMITH, CASHIER

C.N. BASSETT, PRESIDENT

P.H. ANDERSON, ASST. CASHIER  
E.G. MAGRUDER, ASST. CASHIER  
W.L. CARTON, ASST. CASHIER  
H.M. DAUGHERTY JR., ASST. CASHIER

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# THE STATE NATIONAL BANK

OF EL PASO

EL PASO, TEXAS

June 9, 1941

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SANTA FE, N.M.


Mr. Ray Rodgers,  
The Conservation Committee,  
Santa Fe, N. M.

Dear Mr. Rodgers:

On May 26, 1941, the Loco Hills Pressure Maintenance Association, Inc. asked that the Conservation Commission grant Mr. R. W. Fair and Bassett-Birney, et al the top allowable for these two wells.

I shall appreciate greatly any action you can take to facilitate our being granted the top allowable as soon as possible.

Yours very truly,

  
PRESIDENT.

CNB:P

HUGH L. JOHNSTON  
PRESIDENT

C. J. DEXTER  
VICE-PRESIDENT

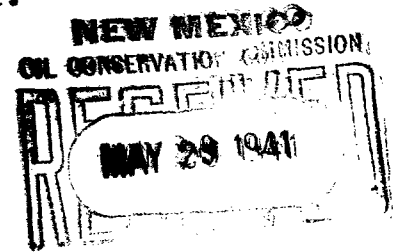
FRED BRAINARD  
SECRETARY-TREASURER

Loco Hills  
Pressure Maintenance Association, Inc.  
ARTESIA, NEW MEXICO

MEMBERS  
BERT ASTON  
EMERY CARPER  
MARTIN YATES, JR.  
J. M. MURRAY

May 26 1941.

Conservation Commission,  
Santa Fe,  
N.M.



Gentlemen:

At a meeting of the Board of Directors of the Loco Hills Pressure Maintenance Assn. Inc., held in the Artesia Hotel, May 22, 1941, the following resolution was adopted.

" That the Secretary be instructed to contact the Chairman of the Engineering Committee and obtain a statement that it is now in order to grant top allowable to the following described gas wells;  
R.W. Fair SE $\frac{1}{4}$ SE $\frac{1}{4}$  Sec. 10-18-29  
Bassett & Birney NW $\frac{1}{4}$ SE $\frac{1}{4}$  Sec 11-18-29  
and that upon receipt of such statement that it be then submitted to the Oil & Gas Conservation Commission with a request that top allowable be granted these two wells in accordance with State of New Mexico Conservation Commission Order No. 339 Case No. 23 and be effective June 1, 1941."

Inclosed please find statement of the chairman of the engineering committee in accordance with the above resolution and will you please take the necessary steps to have the above two wells placed on the allowable sheet in accordance with the above resolution.

Yours very truly,

Loco Hills Pressure Maintenance Assn. Inc.,

by   
Fred Brainard  
Sec- Tres.

Copies to: C.H. Bassett  
R.W. Fair  
Glenn Staley

HUGH L. JOHNSTON  
PRESIDENT

C. J. DEXTER  
VICE-PRESIDENT

FRED BRAINARD  
SECRETARY-TREASURER

Loco Hills  
Pressure Maintenance Association, Inc.  
ARTESIA, NEW MEXICO

MEMBERS  
BERT ASTON  
EMERY CARPER  
MARTIN YATES, JR.  
J. M. MURRAY

May 24, 1941



Mr. Fred Brainard, Sec'y  
Loco Hills Pressure Maintenance Ass., Inc.

Dear Fred:

It is now in order for the Association to request the New Mexico Oil Conservation Commission to grant top allowables for the two gas wells in the Loco Hills Pool, i.e. R. W. Fair Brainard # 6 SE SE 10-18-29 and Bassett & Birney State # 6 B NW SE 11-18-29, as of June 1, 1941. The above is in conformance with case 23, order 339 of the New Mexico Oil Conservation Commission.

Sincerely,

*Bert Aston*  
BERT ASTON, Chairman

Engineering Committee

Loco Hills Pressure Maintenance Ass., Inc.

May 29, 1941.

Loco Hills Pressure Maintenance Assn., Inc.,  
ATTN: Fred Brainard,  
Artesia, New Mexico.

RE: Case No. 23, Order No. 339  
Bassett-Birney Gas Well, NESE 11-183-29E  
and R.M. Fair et al Well SESE 10-183-29E

Gentlemen:

Reference is made to your letter of May 26, transmitting  
to the Commission the following:

- (1) Resolution adopted by your Board of Directors  
at its meeting held at the Artesia Hotel, May  
22, 1941, as follows:

"That the secretary be instructed to contact  
the Chairman of the Engineering Committee and  
obtain a statement that it is now in order to  
grant top allowable to the following described  
gas wells:

R.M. Fair SESE 10-183-29  
Bassett & Birney NESE 11-183-29

and that upon receipt of such statement that it  
be then submitted to the Oil and Gas Conservation  
Commission with a request that top allowable be  
granted these two wells in accordance with State  
of New Mexico Conservation Commission Order No. 339  
Case No. 23, and be effective June 1, 1941."

- (2) Statement of your Engineering Committee dated May  
24, pursuant to the foregoing Resolution which is  
as follows:

"It is now in order for the Association to request  
the New Mexico Oil Conservation Commission to grant  
top allowables for the two gas wells in the Loco

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Hills Pool, i.e. R.M. Fair Brainard #6, SESE  
10-18-29 and Bassett and Mirney State #6, SESE  
11-18-29, as of June 1, 1941. The above is  
in conformance with Case 23, Order 999, of the  
New Mexico Oil Conservation Commission."

These matters will be brought to the attention of the  
Commission.

Very truly yours,

OIL CONSERVATION COMMISSION

By

Carl B. Livingston,  
Attorney

cc Glenn Staley,  
Hobbs, N.M.  
Roy Yarbrough,  
Hobbs, N.M.  
John Kelly,  
Hobbs, N.M.  
Ernest Hansen,  
Roswell, N.M.

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## *Jones & Yates*

OIL PRODUCERS & OPERATORS - OIL LEASES & ROYALTIES - DRILLING BLOCKS

Box 464 - Phones: Office 238, Res. 347

ARTESIA, NEW MEXICO

April 22, 1941

Mr. Carl Livingston  
Oil Conservation Commission  
Santa Fe, New Mexico

Dear Mr. Livingston:

I am in receipt of your letter of April 14 relative to an oil allowable for the two gas wells in Loco Hills as provided for by the Oil Conservation Commission Order.

If I understand your letter correctly, we will not be permitted to run any oil until the Pressure Maintenance Plant is in operation, but we will be permitted to run a back allowable as of Feb. 1, 1941 at that time. Will you kindly confirm this understanding.

Very truly yours,  
Bassett & Birney et al  
*Martin Yates III*  
Martin Yates III

April 24, 1941

Mr. Fred Brainard,  
Secretary-Treasurer,  
Loco Hills Pressure Maintenance Assn., Inc.,  
Artesia, N.M.

RE: Loco Hills Pressure Maintenance  
Association Plant Site acquisition  
SWAS 2-183-29E.

My dear Mr. Brainard:

Reference is made to your inquiry of April 22, with  
regard to the above captioned matter.

This will depend entirely upon what kind of title your  
Association must have. Without knowing all of the facts  
involved, the writer surmises that a business lease which  
may be issued for a five year term would not alone be  
sufficient. A purchase would seem to be appropriate for  
your purpose, however, the consummation of a purchase takes  
about three months because of the Enabling Act requirements  
of advertising and offering at public auction. A business  
lease could be issued pending the consummation of the pur-  
chase. When the purchase is consummated, the business  
lease could be relinquished.

However, the tract in question is under grazing lease to the  
Diamond A Cattle Company of Roswell, which lease does not  
expire until 1945. A relinquishment of this tract from the  
grazing lease would be necessary. Your letter, together with  
carbon copy of this letter is being placed on Commissioner  
H.R. Rodgers' desk in order that he may have personal information  
regarding your letter and in order that he may take up the matter  
with you direct when he next calls at Artesia.

Very truly yours,

*State Land Office*  
~~OIL CONSERVATION COMMISSION~~

By

Carl B. Livingston, Attorney

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NEW MEXICO OIL CONSERVATION COMMISSION  
HOBBS, NEW MEXICO

April 15, 1941.

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Bassett & Birney, et al,  
ATTENTION: E.M. Perry, Auditor,  
P.O. Box 464  
Artesia, New Mexico.

RE: Case No.23, Order No.339

Bassett-Birney Gas Well,  
NESE 11-18S-29E and  
R.W. Fair et al, well SESE  
10-18S-29E

Gentlemen:

Reference is made to your letter of April 12, wherein you made inquiry as to the allowable for the two above captioned shut-in gas wells.

The allowable for those two wells was provided for in the Order noted in the caption for the purpose of operating the Loco Hills Pressure Maintenance Plan. My information, however, is that the Plan has not as yet gone into operation. When it does go into operation, the wells should have their allowable as provided by the Order.

Very truly yours,

cc Glen Staley,  
Hobbs N.M.  
A. Andreas.

OIL CONSERVATION COMMISSION

By Carl B. Livingston,  
Attorney

# BASSETT & BIRNEY, ET AL

OIL PRODUCERS AND OPERATORS

ARTESIA, NEW MEXICO

Mr. Ray Rodgers, Secretary,  
State Oil and Gas Commission,  
Santa Fe, N. M.

RECEIVED  
STATE LAND OFFICE  
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SANTA FE, N. M.

Dear Ray:

At the time the Repressuring System was organized, it was agreed that we (Bassett and Birney et al) would be granted the monthly allowable on our gas, which is, State B6058, located in Section 11; Township 13; Range 29 E. effective around the 1st of February.

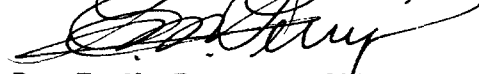
For some reason the Lea County Proration Office has not seen fit to place this well on proration. Mr. Staley has been contacted, he stated that he would not act, until he had a letter from the Oil and Gas Commission, instructing him to place this particular well on proration.

We would appreciate it very much if you would take this matter up with Mr. Staley, instructing him to place this well on proration schedule, from date of agreement.

Thanking you for your cooperation, we are,

Yours very truly,

BASSETT AND BIRNEY ET AL,



By E. M. Perry, Auditor

April 12th, 1941  
cc Mr. A. Andrews

April 14, 1941.

RE: Case No.23, Order No.339

Mr. Martin Yates III  
Bassett & Birney, et al,  
P.O. Box 464  
Artesia, New Mexico.

Bassett-Birney Gas Well  
NESE 11-18S-29# and  
R.W. Fair et al well SESE  
10-18S-29E

Dear Mr. Yates:

In reply to your letter of April 10, when you were in my office the other day and made inquiry as to the allowable for the two ~~wells~~ captioned shut-in gas wells, I was under the impression that the Pressure Maintenance Program had gone into operation. The allowable for those two wells was provided for in the Order noted in the caption for the purpose of operating the Loco Hills Pressure Maintenance Plan.

I am informed that the Plan has not as yet gone into operation. When it does go into operation, the wells should have their allowable as provided by the Order.

Very truly yours,

OIL CONSERVATION COMMISSION

By

Carl B. Livingston,  
Attorney

ILLEGIBLE

RVAT

**YATES & JONES**  
**LEASES—ROYALTY—DRILLING BLOCKS**

P. O. BOX 464  
ARTESIA, N. MEX.

PH. OFF. 238  
RES. 347 OR 128NR  
April 10.1941

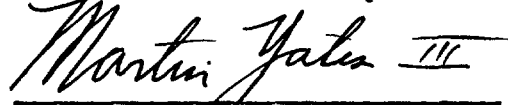
Mr. Carl Livingston  
%Oil Conservation Commission  
Santa Fe, New Mexico

Dear Mr. Livingston:

Several days ago I discussed with you the oil allowable for the Bassett and Birney gas well in the NWSE Sec.11-18-29 in the Loco Hills field. The Conservation Commission has issued an order allotting an allowable for this gas well, which ~~says~~ oil is to be produced from five other oil wells owned by Bassett and Birney et al on the same basic lease as the gas well. The order was executed on January 28,1941, which would entitle us to an allowable starting on February 1st. Mr. Staley advises me that before he can give us an allowable for the gas well he will want a letter from the Oil Conservation Commission instructing him to give the gas well a top allowable to be produced from the other five wells.

Very truly yours,

Bassett & Birney et al



by Martin Yates III

mhy/kby

1941

April 14, 1941

RE: Case No.23, Order No.339

Mr. Glenn Staley  
Proration Umpire  
Hobbs, N.M.

Bassett-Birney Gas Well  
NESE 11-18S-29E and  
R.W. Fair et al well,  
SESE 1018S-29E

Dear Mr. Staley:

The enclosed carbon copy of my letter addressed to Martin Yates III, under date of April 14, regarding allowable for the two wells noted in the caption and in the Loco Hills is self-explanatory.

Very truly yours,

OIL CONSERVATION COMMISSION

By Carl B. Livingston,  
Attorney

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January 30, 1941

C  
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Y  
  
Honorable H. L. Johnston  
Continental Oil Company  
Hobbs, New Mexico

Re: Order No. 339, Case No. 23, in the  
matter of the petition of the Operators'  
Committee for the operators in the Loco  
Hills Pool, Eddy County, in connection  
with the proposal of a collective  
pressure maintenance program for said  
pool.

My dear Hugh:

Enclosed please find copy of the order of  
the Commission in the above captioned matter.

Very truly yours,

OIL CONSERVATION COMMISSION

By Carl B. Livingston  
Attorney

CBL:ik  
Encl.

January 30, 1941

Honorable James M. Murray, Sr.  
Hobbs, New Mexico

Re: Order No. 339, Case No. 23, in the  
matter of the petition of the Operators'  
Committee for the operators in the Loco  
Hills Pool, Eddy County, in connection  
with the proposal of a collective  
pressure maintenance program for said  
pool.

My dear Jim:

Enclosed please find copy of the order of  
the Commission in the above captioned matter.

Very truly yours,

OIL CONSERVATION COMMISSION

By Carl B. Livingston  
Attorney

CBL:lk  
Enc.

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January 29, 1941

C  
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Honorable Bert Aston  
Roswell, New Mexico

Re: Order No. 339, Case No. 23, in the  
matter of the petition of the Operators'  
Committee for the operators in the Loco  
Hills Pool, Eddy County, in connection  
with the proposal of a collective  
pressure maintenance program for said  
pool.

My dear Bert:

Enclosed please find copy of the order of  
the Commission in the above captioned matter.

Very truly yours,

OIL CONSERVATION COMMISSION

By \_\_\_\_\_  
Carl B. Livingston  
Attorney

OBL:ik  
Enc.

January 29, 1941

C  
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Honorable J. D. Atwood  
Roswell, New Mexico

Re: Order No. 339, Case No. 23, in the  
matter of the Petition of the Operators'  
Committee for the Operators in the Loco  
Hills Pool, Eddy County, in connection  
with the proposal of a collective  
pressure maintenance program for said  
pool.

My dear Colonel:

Enclosed please find copy of the order of  
the Commission in the above captioned matter.

Very truly yours,

OIL CONSERVATION COMMISSION

By Carl B. Livingston  
Attorney

CBL:ik  
Enc.

January 29, 1941

Honorable Glenn Staley  
Proration Umpire  
Hobbs, New Mexico

Re: Order No. 339, Case No. 23, in the matter of the petition of the Operators' Committee for the operators in the Loco Hills Pool, Eddy County, in connection with the proposal of a collective pressure maintenance program for said pool.

Re: Order No. 340, Case No. 22, in the matter of the petition of Anderson-Prichard Oil Corporation and Stanolind Oil & Gas Company, for themselves and for other operators in the affected portion of the Langlie Pool in Lea County.

My dear Glenn:

Enclosed please find copies of the orders of the Commission in the above captioned matters.

Very truly yours,

OIL CONSERVATION COMMISSION

By \_\_\_\_\_  
Carl B. Livingston  
Attorney

CBL:ik  
Encls.

January 29, 1941

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Honorable Ernest O. Hanson  
Supervisor, Oil & Gas Operations  
U. S. Geological Survey  
Roswell, New Mexico

Re: Order No. 339, Case No. 23, in the matter of the petition of the Operators' Committee for the operators in the Loco Hills Pool, Eddy County, in connection with the proposal of a collective pressure maintenance program for said pool.

Re: Order No. 340, Case No. 22, in the matter of the petition of Anderson-Prichard Oil Corporation and Stanolind Oil & Gas Company, for themselves and for other operators in the affected portion of the Langlie Pool in Lea County.

---

My dear Ernest:

Enclosed please find copies of the orders of the Commission in the above captioned matters.

Very truly yours,

OIL CONSERVATION COMMISSION

By Carl B. Livingston  
Attorney

CBL:ik  
Encls.

January 29, 1941

C  
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Honorable Harry Leonard  
Roswell, New Mexico

Re: Order No. 339, Case No. 23, in the matter of the petition of the Operators' Committee for the operators in the Loco Hills Pool, Eddy County, in connection with the proposal of a collective pressure maintenance program for said pool.

Re: Order No. 340, Case No. 22, in the matter of the petition of Anderson-Prichard Oil Corporation and Stanolind Oil & Gas Company, for themselves and for other operators in the affected portion of the Langlie Pool in Lea County.

My dear Harry:

Enclosed please find copies of the orders of the Commission in the above captioned matters.

Very truly yours,

OIL CONSERVATION COMMISSION

By \_\_\_\_\_  
Carl B. Livingston  
Attorney

CSL:ik  
Encls.

January 29, 1941

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Mr. Edgar Kraus  
Atlantic Refining Company  
Carlsbad, New Mexico

Re: Order No. 339, Case No. 23, in the matter of the petition of the Operators' Committee for the operators in the Loco Hills Pool, Eddy County, in connection with the proposal of a collective pressure maintenance program for said pool.

Re: Order No. 340, Case No. 22, in the matter of the petition of Anderson-Prichard Oil Corporation and Stanolind Oil & Gas Company, for themselves and for other operators in the affected portion of the Langlie Pool in Lea County.

---

My dear Edgar:

Enclosed please find copies of the orders of the Commission in the above captioned matters.

Very truly yours,

OIL CONSERVATION COMMISSION

By \_\_\_\_\_  
Carl B. Livingston  
Attorney

CBL:lk  
Encls.

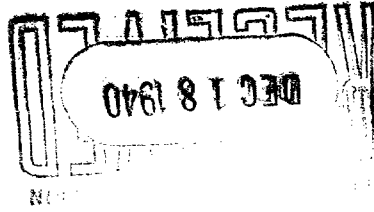


JEFF D. ATWOOD  
ROSS L. MALONE, JR.

ATWOOD & MALONE  
LAWYERS

J. P. WHITE BUILDING  
ROSWELL, NEW MEXICO

December 17, 1940



State Conservation Commission,  
Santa Fe,  
New Mexico.

Gentlemen:

We had expected to mail to you today the amended application of the Loco Hills Operators' Committee but on account of delay in getting the necessary information for defining the limits of the field, we have not been able to complete the application. This information should reach us by early air mail tomorrow and if received we expect to get the amended application in tomorrow's mail. The original will be mailed to Santa Fe with a copy to the Hobbs office, both by air mail.

Yours truly,

ATWOOD & MALONE

By: 

JDA:IH

cc: State Conservation Commission,  
Hobbs, New Mexico.

STATE OF NEW MEXICO  
DEPARTMENT OF JUSTICEE. K. NEWMANN  
ATTORNEY GENERALSanta Fe  
February 1, 1934.Honorable Frank Vesely,  
Commissioner of Public Lands,  
Santa Fe, New Mexico.

Dear Sir:

Your letter of January the 31st, raises the question as to whether or not the Commissioner of Public Lands has the power to enter into agreements which will have the effect of placing in operation the unit plan for development of oil fields in this State, this plan being commonly referred to as unitization.

Sections 97-601 and 97-602 of the 1929 Compilation are as follows:

"Agreements made in the interest of conservation of oil and gas, or the prevention of waste, between and among operators owning separate holdings in the same oil and gas pool, or in an area that appears from geological or other data to be underlaid by a common accumulation of oil or gas, or both, or between and among such operators and royalty owners therein for the purpose of bringing about the development and operation of said pool, or area, or any part thereof, as a unit or establishing and carrying out a plan for the co-operative development and operation thereof, when such agreements are approved by the state geologist, are hereby authorized and shall not be held or construed to violate any of the statutes of this state, relating to monopolies or contracts and combinations in restraint of trade."

"When such agreements as are described in Section 1 (97-601) of this act relat to an oil and gas pool wherein are situated lands in which the state owns mineral or royalty interests the commissioner of public lands is hereby authorized to enter into such agreements as a party thereto, on behalf of the state, when in his judgment the best interests of the state will be served thereby."

Under these provisions, it has been held by this office, in Opinion No. 203, that the land commissioner has the power to enter into agreements in the interest of conservation of oil and gas and which

Hon. Frank Vesely #2.

2-1-34.

agreements pertain to the other matters set forth in these sections and that such agreements, in order to give them force, must carry the approval of the State Geologist.

However, this leads us to give consideration to section 10 of the Enabling Act, wherein it is provided as follows:

"That it is hereby declared that all lands hereby granted, including those which, having been heretofore granted to the said territory, are hereby expressly transferred and confirmed to the said state, shall be by the said state held in trust, to be disposed of in whole or in part only in manner as herein provided and for the several objects specified in the respective granting and confirmatory provisions, and that the natural products and money proceeds of any of said lands shall be subject to the same trusts as the lands producing the same.

"Disposition of any of said lands, or of any money or thing of value directly or indirectly derived therefrom, for any object other than that for which such particular lands, or the lands from which such money or thing of value shall have been derived, were granted or confirmed, or in any manner contrary to the provisions of this act, shall be deemed a breach of trust."

Apparently, therefore, under the Enabling Act, the Commissioner of Public Lands would have no right to enter into any agreement which by the terms thereof would have the effect of reducing the proceeds which would otherwise accrue to the State of New Mexico.

✓ We have in mind particularly the question of royalties upon oil and gas produced upon state owned lands. In other words, under the unit plan, if a well should be drilled upon state lands which produces a thousand barrels of oil, such oil is prorated among the other signers of the unitization agreement. It must be made clear that the state cannot waive its right to any royalties upon oil and gas produced upon state owned land.

We see no reason, however, why the commissioner, with the approval of the state geologist, could not enter into such an agreement provided same carries an exception in so far as royalties are concerned, and we would suggest that under this plan it be made clear in the agreement that the royalty upon oil and gas produced on state owned land must be paid in accordance with the actual amounts of production and before division or proration among other signers of the agreements.

Hon. Frank Vesely

#3

2-1-34.

COPY

To enter into a straight unit plan agreement without taking the question of royalty due the state into consideration would, in our opinion, be repugnant to the above provisions of our Enabling Act.

Trusting the above sufficiently advises you as to your inquiry, I am

Very truly yours,

E. K. NEWMAN  
ATTORNEY GENERAL

By FRANK H. PATTON  
ASSISTANT ATTORNEY GENERAL.

FHF-KR



# SKELLY OIL COMPANY

TULSA, OKLAHOMA

PRODUCTION DEPARTMENT  
H. M. STALCUP, VICE PRESIDENT  
J. S. FREEMAN, ASSISTANT

December 2, 1940

Oil Conservation Commission  
Santa Fe, New Mexico

Case No. 23 - Loco Hills Repressuring

Gentlemen:

We would like to have this letter considered by the Oil Conservation Commission in relation to Case No. 23, to be heard at 2 p.m. on December 11, 1940.

The Skelly Oil Company feel that the Commission should encourage experimental repressuring, which will determine the economic or profitable results of said gas injection. There are various unknown factors such as profitable results of such work, which may result in greater ultimate recovery but no additional profit owing to the low permeability of New Mexico sands.

We feel that the Commission should allow the present daily oil allowable of each gas input well to be transferred to other wells on the same lease, which is similar to policy of the Department of the Interior in the South Burbank pressure maintenance pool, Oklahoma. After a year of gas input, it may be advisable at that time to allow oil allowables of 160-acre tracts to be produced from any wells on the tract, in order that certain wells may be shut in to avoid gas channeling.

However, we strongly support a fair, equitable distribution of the statewide allowables between pools in New Mexico on a unit basis, similar to the State's policy in past years. It is a great credit to New Mexico, and has eliminated special privilege. For that reason we believe that the regular daily allowables for all wells, including the input wells, are sufficient reward at this time for experimental repressuring.

Very truly yours,

SKELLY OIL COMPANY

By

*Colin E. Rae.*

CCR/mb  
cc-Mr. Dunlavy

# SINCLAIR PRAIRIE OIL MARKETING COMPANY

NATIONAL BANK OF TULSA BUILDING

## TULSA, OKLAHOMA

RECEIVED  
STATE LAND OFFICE

DEC 6 9 12 AM '40

SANTA FE, N. M.

N. K. MOODY  
PRESIDENT

December 4, 1940.

Oil Conservation Commission,  
State of New Mexico,  
Santa Fe, N. M.

Gentlemen :-

Attention: Mr. Frank Worden,  
Commissioner of Public Lands.


We are in receipt of copy of an order dated November 25, 1940, giving notice of a public hearing on Case No. 23 to be held in Santa Fe at 2:00 p. m. December 11, 1940. This hearing is to consider the petition of the Operators' Committee for the operators in the Loco Hills Pool of Eddy County, New Mexico, in connection with the proposal of a collective pressure maintenance program for said pool, and for an order from the Commission permitting a 10% increase over and above the normal allowable for each month until the principal investment in said pressure maintenance program has been amortized.

I believe this Company is the largest purchaser of crude oil produced in the Loco Hills Pool, and, while we are heartily in sympathy with a project for repressuring of producing horizons for the purpose of maintaining the bottom hole pressure of the wells, I feel, in connection with this particular proposal, that we should state clearly that we are not in a position at this time to buy any additional oil in Loco Hills, or anywhere else in New Mexico. As a matter of fact, we are now purchasing a substantial amount of oil in New Mexico in excess of our present outlet for this oil.

As neither Mr. Marlow or myself will be able to attend this hearing, we feel that this information should be clearly stated to your Commission, and through them to the operators concerned, who will no doubt look to us to take the increase from their properties if it is allowed, and I am writing this letter as a means of doing so.

Yours very truly,

NAMI-S

very truly,  


December 6, 1940

C  
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Y  
Mr. Fred Brainard, Secretary  
Loco Hills Operators' Committee  
Artesia, New Mexico

My dear Mr. Brainard:

Reference is made to your letter of December 4th.

I shall be happy to pass your letter on to the attention of Mr. Worden and others of the Commission at the first opportunity. However, as you will recall from the schedule of hearings sent you on November 27, the Commission has in the forenoon of the 11th, beginning with 9:00 A. M., Case No. 22, which is the petition of the operators of a portion of the Langlie Pool in Lea County regarding a proposed unitization and repressuring plan which seems to be the type used by the Department of the Interior.

As you will note, according to the schedule referred to, both the 11th and 12th are well booked up for hearings before the Commission.

Very truly yours,

OIL CONSERVATION COMMISSION

By Carl B. Livingston  
Attorney

CBL:ik

## Loco Hills Operators' Committee

ARTESIA, NEW MEXICO

EMERY CARPER

CHAIRMAN GENERAL COMMITTEE

BERT ASTON

CHAIRMAN EXECUTIVE COMMITTEE

FRED BRAINARD

SECRETARY

MEMBERS

MARTIN YATES, JR.

C. M. POPE, JR.

HUGH JOHNSON

December 4 1940.

Mr. Carl Livingston, Att'y.,  
State Land Commission,  
Santa Fe,  
N.M.

Dear Mr. Livingston;

The Operators of Loco Hills will  
be represented before the Conservation Commission in the  
hearings on December 11th and 12th.

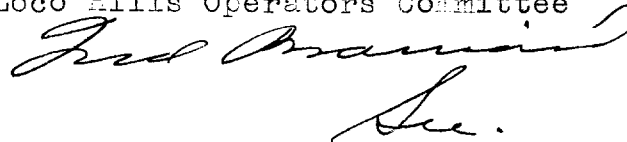
The Executive Committee of the Loco  
Hills Operators, at a meeting last night, decided to have  
a meeting at the La Fonda Hotel on the morning of December  
11 at 10:00 A.M. to discuss our requests, which have been  
changed somewhat, in the light of recent developments.

We would appreciate your inviting  
the Conservation Commission as well as yourself, to attend  
this meeting.

Please advise me if it is possible  
for the Commission to meet with us.

Yours very truly,

Loco Hills Operators Committee



*Fred Brainard*  
Sec.



CLASS OF SERVICE

This is a full-rate Telegram or Cablegram unless its deferred character is indicated by a suitable symbol above or preceding the address.

# WESTERN UNION

1201

SYMBOLS

DL = Day Letter  
NT = Overnight Telegram  
LC = Deferred Cable  
NLT = Cable Night Letter  
Ship Radiogram

R. B. WHITE  
PRESIDENT

NEWCOMB CARLTON  
CHAIRMAN OF THE BOARD

J. C. WILLEVER  
FIRST VICE-PRESIDENT

The time shown in the data line on telegrams and day letters is STANDARD TIME at point of origin. Time of receipt is STANDARD TIME at point of destination.

DBA2 53 NT 4 EXTRA=OKLAHOMACITY OKLA 16 VIA SANTA FE NMEX 17

A ANDREAS=

CARE OIL CONSERVATION COMM HOBBS NMEX=

AIR MAILED REPORTS TODAY. INDIVIDUAL COPIES TO GOVERNOR  
MILES, WORDEN AND LIVINGSTON. YOUR LARGER COPY WILL BE  
MAILED THE LATTER PART OF THIS WEEK. PLEASE USE GOVERNORS  
COPY UNTIL THEN AS I DO WANT TO COMPLETE YOURS. BENNETTS  
REPORT WILL BE MAILED DIRECT FROM PONCACITY LATER THIS  
WEEK REGARDS=

CHUCK ASTON.

3 C  
7-2647  
BL

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE

COPY

March 19, 1941.

Mr. Fred Brainard, Secretary  
Loco Hills Operators' Committee  
Artesia, New Mexico

RE: Case #23 - Loco Hills  
Pressure Maintenance  
Plan Order No. 339

Dear Mr. Brainard:

Reference is made to your letter of March 12, enclosing two copies of the Contract and Agreement between the Operators and the Loco Hills Pressure Maintenance Association Inc., with request for approval by the New Mexico Oil Conservation Commission.

It was not the purpose of the Commission in the case heard, to approve in all of the details any specific Contract in which the Loco Hills Operators may enter into with the Corporation which said Operators contemplated forming for the purpose of conducting the administrative affairs of the Loco Hills Pressure Maintenance Plan. The Plan as presented in the Operators' Amended Formal Petition was approved in its general aspects by the Commission in its Order, a copy of which is herewith enclosed. Details of the Contract were left to the Operators.

Very truly yours,

OIL CONSERVATION COMMISSION

By \_\_\_\_\_  
Attorney

cc Col. J. D. Atwood  
Roswell, N.M.

ADDRESS ALL COMMUNICATIONS TO SECRETARY

**EMERY CARPER**  
CHAIRMAN GENERAL COMMITTEE

**BERT ASTON**  
CHAIRMAN EXECUTIVE COMMITTEE

**FRED BRAINARD**  
SECRETARY

## Loco Hills Operators' Committee

ARTESIA, NEW MEXICO

MEMBERS

**MARTIN YATES, JR.**  
**C. M. POPE, JR.**  
**HUGH JOHNSON**

March 12 1941

Mr. Ray Rodgers,  
State Land Commissioner,  
Santa Fe,  
N.M.

Dear Mr. Rodgers;

I am inclosing two copies of our  
Contract and Agreement between Operators and the  
Assn. in the Loco Hills Pressure Maintenance Installation.

We have applied for our charter and are ready  
for the operators to sign contracts in their final form.  
We would like the approval of the Conservation Commission  
with respect to the contract to be used, and would appreciate  
this approval at the earliest date possible.

I might say that we are today submitting  
several copies to the U.S.G.S. for their approval also.

Yours very truly,

Loco Hills Pressure Maintenance Assn.,

by   
Fred Brainard

Harry Leonard  
Roswell, New Mexico


November 27, 1940

Mr. Carl B. Livingston  
New Mexico Oil Conservation Commission  
Santa Fe, New Mexico

Dear Mr. Livingston:

I wish to thank you for notice of the hearings  
to be held in Santa Fe on December 11 and 12.

Yours very truly,

  
Harry Leonard

hl-bv

November 27, 1940

Honorable Fred Brainard, Secretary  
Loco Hills Operators' Committee  
Artesia, New Mexico

Dear Mr. Brainard:

Enclosed please find calendar giving  
consecutive order of hearings set by the Commis-  
sion. All interested parties are requested to  
be ready.

Very truly yours,

OIL CONSERVATION COMMISSION

By Carl B. Livingston  
Attorney

CBL:ik  
Enc.

ILLEGIBLE

November 27, 1940

Honorable Bert Aston  
607 Franklin Building  
Oklahoma City, Oklahoma

My dear Mr. Aston:

Enclosed please find calendar giving  
consecutive order of hearings set by the Commis-  
sion. All interested parties are requested to  
be ready.

Very truly yours,

OIL CONSERVATION COMMISSION

By \_\_\_\_\_  
Carl B. Livingston  
Attorney

CBL:ik  
Enc.

ILLEGIBLE

EMERY CARPER  
CHAIRMAN GENERAL COMMITTEE  
  
BERT ASTON  
CHAIRMAN EXECUTIVE COMMITTEE  
  
FRED BRAINARD  
SECRETARY

## Loco Hills Operators' Committee

ARTESIA, NEW MEXICO

MEMBERS  
MARTIN YATES, JR.  
C. M. POPE, JR.  
HUGH JOHNSON

November 16 1940

Mr. A. Andreas,  
State Geologist,  
Santa Fe,  
N.M.

Dear Sir;

Some two weeks ago I wrote the Conservation Commission a letter requesting a hearing be held in regard to the 10% additional allowable and other matters as discussed in our meeting here, at which you were present.

I have had no acknowledgement of the receipt of this letter and presume that it has been mislaid or pigeonholed.

We would greatly appreciate it if you would call the attention of the commission to this request with a view of having this hearing at an early date as possible.

We have completed all of our other preliminary work, even to having it financed and are only waiting on the commission's order as to the above matter.

yours very truly,

Loco Hills Operator's Committee

by *Fred Brainard*  
Fred Brainard Sec.

*Ca. 1. This answer  
by telegram. Salary  
was covered by absence  
of 200 miles. wanted to get his  
of approval of date for public hearing  
andy*

November 25, 1940

C  
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P  
Y  
  
The Artesia Advocate  
Artesia, New Mexico

Gentlemen:

There is enclosed herewith a Notice for Publication, which you are kindly requested to publish once immediately. You are also requested to furnish this Commission with a copy containing this publication.

Immediately upon completion of the publication, be sure to transmit to the Oil Conservation Commission your affidavit of publication.

Upon sending to the Commission your affidavit of publication, please send your statement in duplicate and enclosed purchase voucher also in duplicate.

Very truly yours,

OIL CONSERVATION COMMISSION

By Carl B. Livingston  
Attorney

CBL:ik  
Encls.

ILLEGIBLE



November 25, 1940

C  
The Current-Argus  
Carlsbad, New Mexico

Gentlemen:

O  
There is enclosed herewith a Notice for Publication, which you are kindly requested to publish once immediately. You are also requested to furnish this Commission with a copy containing this publication.

P  
Immediately upon completion of the publication, be sure to transmit to the Oil Conservation Commission your affidavit of publication.

Y  
Upon sending to the Commission your affidavit of publication, please send your statement in duplicate and enclosed purchase voucher also in duplicate.

Very truly yours,

OIL CONSERVATION COMMISSION

By Carl B. Livingston  
Attorney

CBL:ik  
Encls.

November 25, 1940

C  
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Y  
  
Santa Fe New Mexican  
Santa Fe, New Mexico

Gentlemen:

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Very truly yours,

OIL CONSERVATION COMMISSION

By Carl B. Livingston  
Attorney

EBL:ik  
Encls.

## CLASS OF SERVICE

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This is a full-rate Telegram or Cablegram unless its deferred character is indicated by a suitable symbol above or preceding the address.

# WESTERN UNION

1201

## SYMBOLS

DL = Day Letter

NT = Overnight Telegram

LC = Deferred Cable

NLT = Cable Night Letter

Ship Radiogram

R. B. WHITE  
PRESIDENTNEWCOMB CARLTON  
CHAIRMAN OF THE BOARDJ. C. WILLEVER  
FIRST VICE-PRESIDENT

The filing time shown in the date line on telegrams and day letters is STANDARD TIME at point of origin. Time of receipt is STANDARD TIME at point of destination.

VE113 50 DL 11 EXTRA=ARTESIA NMEX 28 141P

NEWMEXICO OIL CONSERVATION COMMISSION=

"IN SESSION" SF=

WE THE MEMBERS OF THE LOCO HILLS EXECUTIVE COMMITTEE SUPPORT  
THE RECOMMENDATION OF OUR ENGINEERING COMMITTEE TO GRANT TO  
BASSETT AND BIRNEY AND WALTER FAIR FULL OIL ALLOWABLE FOR  
SHUTTING IN THEIR GAS WELLS FOR THE PRESSURE MAINTENANCE  
PROGRAM=

EMERY CARPER MARTIN YATES JR FRED BRAINARD BERT

ASTON C M POPE JR.

*Hugh L. Johnston*

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE

CLASS OF SERVICE

This is a full-rate Telegram or Cablegram unless its deferred character is indicated by a suitable symbol above or preceding the address.

(18)

# WESTERN UNION

1201

SYMBOLS

DL=Day Letter

NT=Overnight Telegram

LC=Deferred Cable

NLT=Cable Night Letter

Ship Radiogram

R. B. WHITE  
PRESIDENT

NEWCOMB CARLTON  
CHAIRMAN OF THE BOARD

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FIRST VICE-PRESIDENT

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VE31 36 DL 1 EXTRA XC=ARTESIA NMEX 7 919A

1941 JAN 7 AM 10 23

A ANDREAS STATE GEOLOGIST=

WILL HAVE MEETING OF LOCO HILLS OPERATORS EVENING OF JAN  
EIGHTH TO DISCUSS PRELIMINARY DRAFT OF CONTRACTS PERIOD.  
WOULD IT BE POSSIBLE FOR US TO HAVE A DECISION FOR  
PRESENTATION TO DIRECTORS AT THAT TIME=

LOCO HILLS OPERATORS COMM FRED BRAINARD SEC.

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE

# CLASS OF SERVICE

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RX VE133 11 GOVT XC=ROSWELL NMEX 28 338P

941 JAN 28 PM 3 54

A ANDREAS=

OIL CONSERVATION COMMISSION SF=

NO OBJECTION TO 100 PERCENT ALLOWABLE IF OPERATORS ARE  
IN AGREEMENT=

ERNEST A HANSON.

100.

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE



AinCEE

COMPLETE GEOLOGICAL SERVICE

CHAS. A. ASTON, CHIEF GEOLOGIST

BOX 218, SMITH, NEW MEXICO

RECEIVED  
STATE LAND OFFICE

DEC 30 8 39 AM '40

SANTA FE, N. M.

607 Franklin Building  
Oklahoma City, Oklahoma  
December 26, 1940

Hon. Frank Worden  
State Land Commissioner  
Santa Fe, New Mexico

Dear Mr. Worden:

Just today received from Mr. E. O. Bennett,  
Chief Engineer of the Continental Oil Com-  
pany his supplemental report on the Loco  
Hills Pressure Maintenance Project.

Please insert this in the report which I  
mailed you under date of December 16th.

Yours truly,

CHUCK ASTON

CA:LL  
enc.

ATWOOD & MALONE  
LAWYERS

JEFF D. ATWOOD  
ROSS L. MALONE, JR.

RECEIVED  
STATE LAND OFFICE

J. P. WHITE BUILDING  
ROSWELL, NEW MEXICO

December 19, 1940

DEC 21 9 09 AM '40

SANTA FE, N. M.

State Conservation Commission,  
Santa Fe,  
New Mexico.

Attention: Mr. Carl Livingston  
Attorney

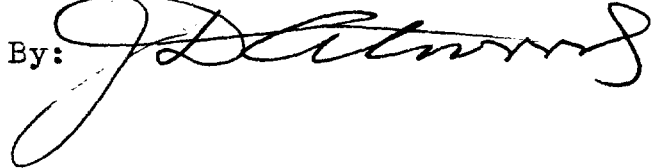
Dear Mr. Livingston:

Enclosed please find the amended petition which we were to file in the Loco Hills matter. The delay in filing this amended petition has been caused by waiting for necessary information and particularly the information as to the limits of the field. At the suggestion of Mr. Andreas we will send a copy of the petition to the Hobbs office.

Yours truly,

ATWOOD & MALONE

By:



JDA:IH