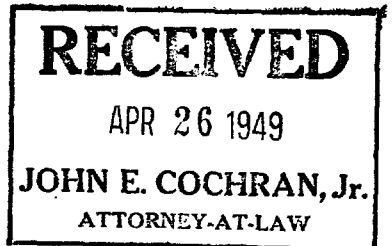




UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

P.O. Box 997
Roswell, New Mexico
April 25, 1949



Mr. John E. Cochran, Jr.
Attorney at Law
Carper Building
Artesia, New Mexico

Re: Las Cruces 058697(b)

Dear Mr. Cochran:

Reference is made to your letter of April 19 transmitting a copy of an application executed by you as attorney for applicant, Kewanee Oil Company, which you are filing with the New Mexico Oil Conservation Commission for permission to drill two unorthodox well locations in Sec. 25, T. 17 S., R. 32 E., N.M.P.M., Maljamar Pool, Lea County, New Mexico.

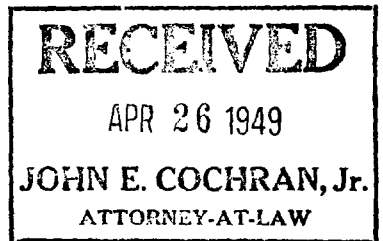
The land in which the proposed wells are to be drilled is embraced by Federal oil and gas lease Las Cruces 058697(b). Well Pearl No. 27-B is to be located 1295 feet from the south line and 1245 feet from the east line of section 25, T. 17 S., R. 32 E. and Well Pearl No. 28-B is to be located 1295 feet from the south line and 2615 feet from the east line of said section 25.

The unorthodox well locations as described in the application are approximately 25 feet from the common intersections of the boundaries of 40-acre legal subdivisions. No encroachment of the outer boundaries of the leasehold is involved as the proposed locations are more than 330 feet from lease boundaries.

No objection is offered by this office to the well-spacing plan providing for the drilling of Pearl No. 27-B well in the SE $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 25 and Pearl No. 28-B in the SW $\frac{1}{4}$ SE $\frac{1}{4}$ of said Sec. 25. It is the opinion of this office that the drilling of such additional wells should be encouraged to increase the ultimate recovery of oil and gas from the Maljamar Pool.

Approval to drill the proposed wells at the unorthodox locations will be contingent upon (1) the approval of such locations by the Oil Conservation Commission of the State of New Mexico for proration purposes and (2) the filing of a stipulation in triplicate, executed by the Kewanee Oil Company, wherein it agrees to treat the 40-acre tracts surrounding each of the proposed wells as a single unit for

Page 2
Mr. John E. Cochran, Jr.
April 25, 1949



purposes of assignment and that none of the 40-acre tracts involved will be separately assigned until the wells have been properly plugged and abandoned.

Very truly yours,

R. E. Canfield
R. E. CANFIELD,
Acting Supervisor, Oil and Gas Operations.

KEWANEE OIL COMPANY

KENNEDY BUILDING

P. O. BOX 2239

TULSA 1, OKLAHOMA

PRODUCTION DEPARTMENT

June 13, 1949



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

Gentlemen:

Enclosed are photostatic copies of Federal Location Notices
for our Pearl Wells Nos. 27 and 28, as ordered by the
Commission in Case No. 184, Order No. 826.

Very truly yours,

A handwritten signature in cursive script, reading "M. M. Tharp".

M.M. Tharp

MMT:o
Enc.

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

P. O. Box 187
Alameda, New Mexico

June 9, 1949

Kennecott Oil Company
Box 2239
Tulsa 1, Oklahoma

Re: L. C. 058697-B

Gentlemen:

Receipt is acknowledged of your "Notice of Intention to Drill" dated May 31, 1949, covering your No. 27 Pearl Miller "B" well on the subject land in the SE $\frac{1}{4}$ SE $\frac{1}{4}$, section 25, T. 17S., R. 32E., Maljamar Field, Lea County, New Mexico

Your proposed work is hereby approved subject to compliance with the provisions of the "Oil and Gas Operating Regulations" revised May 25, 1942, a copy of which will be sent you on request, and subject to the following conditions:

1. Drilling operations so authorized are subject to the attached sheet for general conditions of approval.
2. Furnish a percentage sample log covering formations drilled from the base of salt to total depth.
3. The location of this well was approved for proration purposes by N.M.O.C.C. Case No. 184 at hearing held in Santa Fe May 5, 1949.

Very truly yours

Frank B. Stahl

FRANK B. STAHL
Acting District Engineer

✓
June 2, 1949

Mr. John E. Cochran, Jr.
Carper Building
Artesia, New Mexico

Dear Mr. Cochran:

We are enclosing herewith signed copies of Orders 821, 823 and 826, in connection with the hearing held by the Commission on May 5, 1949.

These are for your records.

Very truly yours,

R. R. Spurrier
Secretary and Director

RRS:bw
encls.

LAW OFFICES
JOHN E. COCHRAN, JR.
CARPER BUILDING
ARTESIA, NEW MEXICO

April 19, 1949

Kewanee
Buffalo
Bassett & Collier

Mr. George Graham, Attorney
State Land Office
State Capitol Building
Santa Fe, New Mexico

Dear George:

In accordance with the conversation which I had with you and Dick Spurrier yesterday, I am enclosing three Applications for the drilling of unorthodox locations.

One Application is for Kewanee Oil Company, for permission to drill two unorthodox locations on its Pearl Lease in the Maljamar Pool of Lea County. One Application is for Buffalo Oil Company, for permission to drill one unorthodox location on its Bash "A" Lease in the Maljamar Field of Lea County, and also for permission to plug back Well No. 15-A on the same forty-acre legal subdivision and produce that well from the Yates Sand. The other Application is for Bassett & Collier, for permission to drill an unorthodox location on their Williams Fee Estate Lease in the Dayton Pool in Eddy County.

In accordance with our conversation, if it is at all possible, I would like to have all three of these Applications set for the hearing to be held on May 5th. Therefore, if you can prepare and send out notices of these hearings for publication as soon as these Applications are received, and these notices can be published before, or not later than April 25th, then all three of these Applications may be heard at the May 5th hearing. The Kewanee and Buffalo notices should be published in Lea County and the Bassett & Collier notice should be published in Eddy County.

Tomorrow I will prepare and send you proposed Order to be entered in the American Republics Corporation unorthodox locations case heard yesterday.

Very truly yours

John E. Cochran, Jr.
John E. Cochran, Jr.

JEC:rm
Encls.

LAW OFFICES
JOHN E. COCHRAN, JR.
CARPER BUILDING
ARTESIA, NEW MEXICO

April 19, 1949

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

Attention: Mr. R. R. Spurrier

Gentlemen:

Enclosed herewith is Application, in triplicate, of Kewanee Oil Company for an order granting permission to drill two unorthodox "five spot" locations on its Pearl Lease, located in Section 25, Township 17 South, Range 32 East, N.M.P.M., in Lea County, New Mexico.

At your earliest convenience, will you please set a time for hearing this Application, and publish notice thereof, and advise me the date set for hearing on this Application.

The land upon which these locations are desired is embraced in a Federal Oil and Gas Lease and, therefore, a copy of this Application is being furnished Mr. Foster Morrell, Supervisor of the United States Geological Survey at Roswell, New Mexico.

Very truly yours


John E. Cochran, Jr.

JEC:rm

Encls.

cc: Mr. Foster Morrell, Supervisor
United States Geological Survey
Roswell, New Mexico