



EASTERN UNION

W. P. MARSHALL, PRESIDENT

1220

SYMBOLS

DL=Day Letter

NL=Night Letter

LT=Int'l Letter Telegram

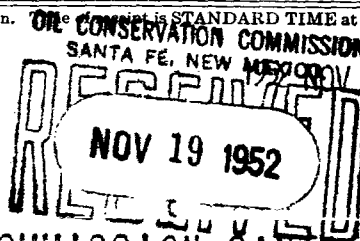
VLT=Int'l Victory Ltr.

Letters is STANDARD TIME at point of origin. One hour less STANDARD TIME at point of destination

LA30 SSE012

L-HBA037 PD=LOVINGTON NMEX 18 912A=

R R SPURRIER=



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SECRETARY, OIL CONSERVATION COMMISSION SANTA FE NMEX=

YOUR COMMITTEE ON SPACING CASE NO. 407 MET AT LOVINGTON MONDAY MORNING SEVENTEENTH WITH COMMITTEE MEMBERS LEONARD, CHRISTIE, DANGLADE AND HANNERS PRESENT AND WITH OLLIE J FORD MAGNOLIA ENGINEER, PRESENT IN BEHALF OF COMMITTEE MEMBER MCKELLAR AND JASON W KELLAHIN ATTORNEY PRESENT IN BEHALF OF COMMITTEE MEMBER FOSTER AND WITH GLENN STALEY OF OPERATORS COMMITTEE AND DUPONT OF U S GEOLOGICAL SURVEY AND WITH REPRESENTATIVES OF NEW MEXICO EDUCATIONAL ASSOCIATION AND OTHER INTERESTED PARTIES PRESENT.

IMPORTANCE OF THE CASE AND COMPLEXITY OF QUESTIONS WILL REQUIRE ADDITIONAL TIME FOR PREPARATION AND SUBMISSION OF COMMITTEE REPORT AND RECOMMENDATIONS. YOUR COMMITTEE RECOMMENDS UNANIMOUSLY POSTPONEMENT OF NOVEMBER TWENTIETH HEARING AND RESETTING THE CASE FOR LATER CONVENIENT DATE=

G T HANNERS ACTING CHAIRMAN=

Case 407

Aug 31 - 1952

Oil Commission Now Considering 80-Acre Spacing

From The Journal's
Santa Fe Bureau

SANTA FE, Aug. 30 — Officials of the Oil Conservation Commission said today that they are considering a statewide temporary 80-acre spacing program for oil wells completed below 10,000 feet in New Mexico.

They said a hearing would probably be held Oct. 16 to take testimony on the important move and estimated that it would take them three months to arrive at a final conclusion.

At the present time the commission operates a statewide 40-acre program regardless of depth, and only four pools have been granted exceptions to that rule. That means that one well may be drilled in each forty acre tract.

The exceptions are in the Bagley and Hightower pools in Northwest Lea County—in the Knowles pool east of Lovington—and in the Crossroads pool in Northeast Lea County. The 80-acre spacing in the Crossroads pool was later rescinded and the matter is now pending in district court under appeal.

Normally the oil producers prefer 80-acre spacing, particularly in the deeper pools, because of the cost of drilling. The royalty holders generally prefer wells closer together.

Bill Macey, chief engineer for the commission, said the program would be temporary in that as soon as five wells are completed within a two-mile radius of the discovery well the operators will be required to show cause why the 80-acre spacing should be continued.

"The burden of proof will be on them," he said.

He added that the program would tend to encourage exploration on deep test wells and was favored because it allowed the operators to start out on the wider spacing and gather information on early wells to support or refute it.

"We feel that we can always cut the spacing down to 40 acres," said Commission Secretary Richard Spurrier. "But we can't go back to 80 after the wells are drilled. This will allow us to get the information to determine which is best."

The two officials explained that the 10,000-foot level is considered the economic dividing point, as reservoirs found below that level are generally large enough and permeable enough to be conducive to 80-acre spacing.

33 DRIVERS LOSE LICENSES

SANTA FE, Aug. 30 (P)—The Motor Vehicle division this week suspended or revoked the licenses of 33 New Mexico drivers, all but two for drunk driving.

GI Loan Terms For Korean Vets Released by VA

WASHINGTON, Aug. 30 (INS)—The government today told veterans of the Korean war how to go about obtaining a GI loan to buy a home, farm or business.

The Veterans Administration outlined six primary steps toward obtaining the government-insured loans which bear a lower interest rate and require smaller down payments than most commercial credits.

Veterans who served anywhere in the world after June 27, 1950, are eligible for the loans, similar to those granted ex-GI's of World War II. The VA is already processing applications for the new loans.

Korean veterans must: (1) Find the property or business they wish to buy; (2) select a lending institution from which to make the loan; (3) present to the VA their plan and original discharge or separation papers; (4) have the property or business appraised by VA-approved appraisers; (5) wait for a VA certificate of approval to be sent to the lender; (6) complete the loan and purchase of the property or business.

Air Force Assn. Honors Senators

DETROIT, Aug. 30 (P)—The Air Force Assn. tonight designated two Democratic senators, Lyndon B. Johnson of Texas and Joseph C. O'Mahoney of Wyoming, as aviation's men of the year.

The association convention presented its H. H. Arnold trophy to the senators for their "statesmanship of the highest order."

Last year's trophy winner and aviation man of the year was General Curtis LeMay, chief of the Strategic Air Command.

James H. Doolittle, a founder of the organization of Air Force veterans, presented the awards to Johnson, chairman of the Preparedness sub-committee of the Senate Armed Services committee, and O'Mahoney, chairman of the Armed Services sub-committee of the Senate Appropriations committee.

The citations said that Johnson helped bring to light any valuable military fact upon which sound air power legislation could be based, and that O'Mahoney provided "brilliant and courageous leadership in contributing to a stronger and more efficient air power program."

General Carl Spaatz, an associate director, presented another top honor, the Air Age award, to General Hoyt S. Vandenberg, chief of staff of the Air Force, for distinguished military statesmanship in advancing the cause of national security and world peace.

Nearly two out of every three fatal urban traffic accidents occur at night.

New Students at NMMI To Register Wednesday

ROSWEEL, Aug. 30 (Special)—New Mexico Military Institute new cadets converge on Roswell this week as the institution prepares to open its doors for the 62nd straight year.

The first-year cadets—along with the returning cadet officers—report Wednesday for registration and several days of orientation. Other old cadets report and register Sept. 8 with classes scheduled to begin the following day.

Faculty members have been asked to be in their offices Tuesday. Faculty meetings for both the college and high school divisions will be held that afternoon.

Two top-level changes were made in the Institute's administrative staff during the summer. Col. Charles F. Ward succeeded Col. Ewing L. Lusk as the school's superintendent and Lt. Col. John C. Kost Jr. replaced Colonel Ward as principal of the high school division. Colonel Kost was a professor of Latin and assistant principal of the high school prior to his new appointment.

Other top administrative personnel remains the same with Col. J. R. Kelly the dean of the col-

lege; Col. O. O. Wilson the professor of military science and tactics; Lt. Col. Thomas B. Stapp, commandant of cadets, and Lt. Col. Carl J. Rohr, adjutant.

Several new instructors have been added to the Institute faculty, however. They are Dr. Harry L. LeVeon, an associate professor of biology who will do research at the school, and Irby C. Nichols Jr., Ellsworth N. Murray, James A. Hense, Nelson L. Haggerson, Alfred L. Long, Roy E. Denny. Kenneth K. Bailey has been appointed to the tactical staff while James R. DeVoss has been named the school's director of public relations.

A record enrollment—somewhere between 650 and 700 cadets—is expected to make the 1952-53 school year a banner one, and additional facilities are being speeded toward completion. The major project is the \$400,000 addition to Hagerman Barracks, scheduled to be ready for occupancy shortly after Oct. 1. The two new sections of barracks will swell the capacity of the vast quadrangle to 700 and will enclose the entire living area.

Miller To Be Installed NMWC President Sept. 19

SILVER CITY, Aug. 30 (Special)—Installation of J. Cloyd Miller, who succeeds Dr. H. W. James as president of New Mexico Western College Sept. 1, will be Sept. 19, Dr. Nanette Ashby and Dr. Arthur Bach, faculty members in charge of the ceremonies, announced.

Although detailed plans are not yet available, the week of Miller's installation will include a number of social events honoring the new president and his wife. Sept. 17 there will be a public dinner sponsored jointly by the college and Silver City. Sept. 19 representatives of educational institutions and organizations in New Mexico and near-by states will

arrive during the day and register. At 6 p.m. the college will be host to the visiting representatives at a dinner in the college dining hall.

The installation ceremony will be at 7:30 p. m. in Light hall, with Carl Elayer, president of the board of regents, formally inducting Miller into office. A reception in Graham gymnasium will follow, and a president's ball will complete the day.

Date for a tea honoring Mrs. Miller has not been set. The tea will be given by faculty women, wives of faculty members and of regents, and Mrs. Dorothy McCabe, woman member of the board of regents.

'Courtesy Week' Contest for Sales Personnel Set

A "courtesy week" contest for sales personnel in Albuquerque retail firms will be held Oct. 13-18, according to R. R. (Rocky) Barker, president of the local chapter of the National Sales Executives Assn.

The association will be joined in the week-long period of promoting high standards of courtesy in handling the consumer public by the Albuquerque Chamber of Commerce and the Retail Merchants Assn., Barker said. Initial plans call for publica-

tion of ballots for customer use. Sales personnel will be identified by name tags, it was said. Finalists will be selected by a survey committee, based on ballot totals.

"This is one activity recommended by the National Sales Executives Assn. to promote better sales techniques, such as approach, appearance, presentation, and knowledge of merchandise and its uses," Barker explained.

Guest speaker at the chapter's monthly meeting Friday night was Wiley Banes, president of Banes Co., Inc., who stressed that "businessmen should put a capital 'P' for politics into their operating statement, regardless of party affiliation."

"The influence of businessmen could be quickly and fairly felt by the professional politician," he said.