

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

June 7, 1960

Mr. Jack Campbell
Box 766
Roswell, New Mexico

Dear Sir:

On behalf of your client, McGrath and Smith, we
enclose two copies of Order R-1689 in Case No. 1962,
issued by the Oil Conservation Commission this date.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ir/

Enclosures: (2)

Carbon copy of Order R-1689 sent to:

Mr. Sim Christy - Roswell
Oil Conservation Commission;
Artesia
Hobbs

*This order sent to
Supreme Court June 8, 1960
JH*

C
O
P
Y

CLASS OF SERVICE

This is a fast message unless its deferred character is indicated by the proper symbol.

WESTERN UNION TELEGRAM

W. P. MARSHALL, PRESIDENT

1201 (4-60)

SYMBOLS

DL=Day Letter

NL=Night Letter

LT=International
Letter Telegram

The filing time shown in the date line on domestic telegrams is LOCAL TIME at point of origin. Time of receipt is LOCAL TIME at point of destination

DA086 DE A229

DE GPB159 PD=GRAND RAPIDS MICH 9 1201P EST=

GREAT WESTERN DRILLING CO=

1960 MAY 9 AM 11 22

MIDLAND TEX=

WE SUPPORT YOU ON YOUR STAND OF THE MC GRATH AND SMITH
WELL=

WOLVERINE OIL CO SIDNEY JANSMA.

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE

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LA085 DA308

D LUA277 PD=LUBBOCK TEX 9 150P CST=

HERVEY DOW AND WINKLE, ATTN S B CHRISTY=

1960 MAY 9 PM 1 09

HINKLE BLDG ROSWELL NMEX=

WITH REFERENCE TO MCGRATH AND SMITH APPLICATION HEARING
MAY 11TH DELFERN DESIRES TO SUPPORT POSITION TAKEN BY
GREAT WESTERN IN OPPOSITION TO CAPACITY ALLOWABLE FOR
WELL IN SECTION 18 13 SOUTH RANGE 32 EAST LEA COUNTY
AND REQUEST YOU TO MAKE APPEARANCE FOR US AT THE
HEARING BEFORE OIL CONSERVATION COMMISSION=

DELFERN OIL CO J D DUNCAN=

RECEIVED
MAY 9 1960

HERVEY DOW & HINKLE
ROSWELL, NEW MEXICO

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LA178 DB231

D FWB426 LONG PD=FORT WORTH, TEX 9 312P CST=1960 MAY 9 PM 2 5c
NEW MEXICO OIL CONSERVATION COMMISSION=

ATTN DANIEL S NUTTER EXAMINER SANTA FE NMEX=

IN ACCORDANCE WITH MY TELEPHONE CALL TO YOU THIS MORNING PLEASE REFER TO OIL CONSERVATION COMMISSION DOCKET #13-60, CASE #1962 APPLICANTS: MCGRATH & SMITH (STOP) AS AN OWNER IN THE NORTH CENTRAL CAPROCK QUEEN WATERFLOOD UNIT OPERATED BY GREAT WESTERN DRILLING COMPANY AND AS OWNER OF NEW MEXICO STATE OIL AND GAS LEASES OFFSETTING BOTH THE GRARIDGE UNIT OPERATED BY AMBASSADOR OIL COMPANY AND NORTH CENTRAL CAPROCK QUEEN UNIT OPERATED AS ABOVE WE RESPECTFULLY URGE THAT THIS HEARING BE POSTPONED FOR A PERIOD OF NOT LESS THAN 30 DAYS FROM ITS PRESENT SETTING, MAY 11, 1960 (STOP) IT IS TRUE WE HAD NOTICE PUBLISHED BY THE COMMISSION OF THIS HEARING APPROXIMATELY 10 DAYS AGO, BUT OUR FIRST ACTUAL NOTICE OCCURRED THIS MORNING IMMEDIATELY PRIOR TO MY CALL TO YOU. (STOP) THE MATTER IS SO INVOLVED THAT EVEN HAD WE BEEN ADVISED IMMEDIATELY OF THE SETTING OF THE CASE WE WOULD NOT HAVE HAD TIME TO COMPLETE THE ENGINEERING AND GEOLOGICAL DATA WE THINK SHOULD BE PRESENTED FOR THE CONSIDERATION OF THE COMMISSION. UNDER PRESENT CIRCUMSTANCES WE ARE TOTALLY UNPREPARED TO PRESENT PROPER EVIDENCE IN THE MATTER (STOP) WE HAVE REQUESTED OUR NEW MEXICO ATTORNEYS TO PUT IN AN APPEARANCE BEFORE YOUR BODY AND SO ADVISE THE COMMISSION AND TO URGE THAT

WESTERN UNION TELEGRAMS ARE TRANSMITTED BY THE FOLLOWING SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE

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~~THE HEARING BE POSTPONED TO A LATER DATE~~ AS REQUESTED
 ABOVE. THIS REQUEET IS ADDRESSED TO YOUR MR DANIEL S
 NUTTER DUE TO THE FACT THAT WE KNEW HE WAS FAMILIAR
 WITH IT AND WE RESPECTFULLY REQUEST THAT HE REFER THIS
 TELEGRAPHIC REQUEET TO THE HON JOHN BURROUGHS, CHAIRMAN,
 THE HON MURRAY E MORGAN, MEMBER AND HON. A L PORTER, JR
 SECRETARY AND MEMBER OF THE COMMISSION OR TO ANY OTHER
 NECESSARY ADMINISTRATIVE OFFICERS OR MEMBERS OF THE STATE
 OF NEW MEXICO OIL CONSERVATION COMMISSION. THIS REQUEST
 IS RESPECTFULLY SUBMITTED=

WHALEY COMPANY INC BY WILLIAM D MORRIS=

=#13-60 #1962 11 1960 30

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE

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LA118 DB203

D MDA135 PD=MIDLAND TEX 14 135PMC=
NEW MEXICO OIL CONSERVATION COMMISSION=
SANTA FE NMEX=

ATTN MR A L PORTER JR. PLEASE CONSIDER THIS APPLICATION
FOR EXCEPTION TO ALLOWABLE ON MCGRATH AND SMITH
TIDEWATER-STATE NO 1, J-18-13-32, LEA COUNTY. WELL
OFFSETS NORTH CENTRAL CAPROCK QUEEN UNIT WHERE WELLS
PRODUCE FULL CAPACITY. LETTER WILL FOLLOW=
POMEROY SMITH.

Cwe 1962

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE

McGrath & Smith

~~P.O. Box 2777~~

Midland, Texas

Cover 1962

~~Actual 2-10-62~~

2-7956

209 Petroleum Life Building

April 14, 1960

Re: McGrath & Smith
Tidewater-State No. 1
NW-SE Section 18, T-13-S,
R-32-E
Lea County, New Mexico

New Mexico Oil Conservation Commission
Santa Fe, New Mexico

Attention: Mr. A. L. Porter, Jr.

Gentlemen:

Further to our telegram of April 14, 1960, we wish to apply
for an exception to allowable on subject well.

The North Central Caprock Queen Unit #18-7 is our direct
offset to the north and produced 1800 barrels of oil in March.
Their #18-11 is our direct west offset and this well produced
3380 barrels in March. Production on both of these wells is
increasing. It is our feeling that our lease will be drained
by these wells if we are held to the present allowable.

We will appreciate your consideration of this application at
your earliest convenience.

Respectfully submitted,

McGRATH & SMITH

By: Pomeroy Smith

PS:ph

CC: New Mexico Oil Conservation Commission

Hobbs, New Mexico

Attention: Mr. Jos. Ramy

Handwritten notes:
4-28-60
Jr

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LA170 DC293

1960 MAY 9 1 PM 2 18

D ABA159 LONG PD=BRECKENRIDGE TEX 9 245P CST=

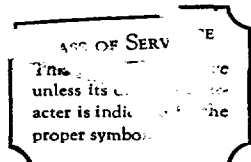
MERRILL WILSON, GREAT WESTERN DRILLING CO=

CARE THE DESERT INN SANTA FE NMEX=

GRARIDGE CORPORATION AS AN INTEREST HOLDER IN THE NORTH CENTRAL CAPROCK UNIT OPPOSES THE GRANTING OF A SPECIAL ALLOWABLE OVER NORMAL UNIT ALLOWABLE TO MCGRATH AND SMITH ON THEIR TIDEWATER STATE NO 1 AS REQUESTED IN CASE NO 1962. THIS SPECIAL ALLOWABLE SHOULD NOT BE GRANTED UNTIL SUFFICIENT TIME HAS ELAPSED TO NEGOTIATE FOR THE ENTRANCE OF THIS WELL INTO THE UNIT ON A REASONABLE BASIS.

WE FEEL THAT CORRELATIVE RIGHTS WILL NOT BE VIOLATED OR OIL LOST BY DEFERRING ACTION ON THIS UNTIL NEGOTIATIONS HAS BEEN CARRIED OUT WITH MCGRATH AND SMITH TO SEE IF THE WELL CAN BE BROUGHT INTO THE UNIT. IT IS REQUESTED THEREFORE THAT ANY ACTION BE DELAYED UNTIL NEGOTIATIONS HAVE TAKEN PLACE. NORTH CENTRAL CAPROCK UNIT HAS MEETING CALLED FOR MAY 19TH=

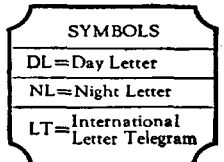
GRARIGE CORP O H RAUG VICE PRESIDENT.



WESTERN UNION TELEGRAM

W. P. MARSHALL, PRESIDENT

1201 (4-60)



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BY DEFERRING ACTION ON THIS UNTIL NEGOTIATIONS HAVE
BEEN CARRIED OUT WITH MCGRATH AND SMITH TO SEE IF
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THEFORE THAT ANY ACTION BE DELAYED UNTIL NEGOTIATIONS
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GRARIDGE CORP O H REAUGH VICE PRESIDENT.

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE

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LA169 DB205

D ABA157 PD=BRECKENRIDGE TEX 9 245P CST=
 NEW MEXICO OIL CONSERVATION COMMISSION,
 ATTN DAN NUTTER= SANTA FE NMEX=

GRARIDGE CORPORATION AS AN INTEREST HOLDER IN THE
 NORTH CENTRAL CAPROCK UNIT OPPOSES THE GRANTING OF
 A SPECIAL ALLOWABLE OVER NORMAL UNIT ALLOWABLE TO
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LA239 DA524

1960 MAY 9 1PM 6 50

D FWB609 LONG NL PD=DAX FORT WORTH TEX 9=

OIL CONSERVATION COMMISSION=

SANTA FE NMEX=

REGARDING CASE NO 1962, MAY 11TH DOCKET, AMBASSADOR OIL OPPOSES GRANTING ANY SPECIAL ALLOWABLE TO SMITH AND MCGRATH #1 WELL UNTIL APPLICANTS ENGAGE IN ACTUAL WATERFLOOD OPERATIONS. APPLICANTS HAVE ADDITIONAL CONTIGUOUS ACREAGE ON WHICH SUCH WATERFLOOD OPERATIONS COULD BE CONDUCTED.

IF APPLICANTS HAD ONLY THE SINGLE 40-ACRE TRACT UPON WHICH HIS #1 WELL IS COMPLETED AND IF HE HAD BEEN UNSUCCESSFUL IN NEGOTIATING AN EQUITABLE PARTICIPATION WITH ADJOINING UNIT, THEN AMBASSADOR WOULD NOT OPPOSE SUCH REQUEST FOR SPECIAL ALLOWABLE=

AMBASSADOR OIL CORP BY KENNETH L SMITH=

=1962 11 #1 40 #1.

NO 11 11 11 11 11 11

NO 11 11 11 11 11 11

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