

# PERFORATING GUNS ATLAS CORPORATION

*Simultaneous*

EXHIBIT "F"

## *Radiation Log*

LOG NO.		16346		COMPANY		CONTINENTAL OIL COMPANY					
STATION		HOBBS		WELL		BELL LAKE UNIT # 4					
TRUCK NO.		GR-24		FIELD		BELL LAKE UNIT (DEVONIAN)					
CONTINENTAL OIL COMPANY	BELL LAKE UNIT # 4	BELL LAKE UNIT (DEVONIAN)	LEA	NEW MEXICO	COUNTY	LEA, NEW MEXICO					
					STATE						
					LOCATION	1980' FNL & WL SEC. 6 TWP. 24 S RGE. 34 E					
					LOG MEAS. FROM	1' ABOVE R.T.	ELEV. 3627.5				
					DRLG. MEAS. FROM	SAME	ELEV. 3627.5				
				PERMANENT DATUM G.L.	ELEV. 3611						
				CASING RECORD			BORE HOLE RECORD				
SIZE "-WT. #		FROM		TO		BIT SIZE -"		FROM		TO	
9 5/8 - 53.5		SURF		12,434							
7 - 35		"		14,561		8 3/8					
5 - 18		14,366		15,567		5 7/8					
TYPE OF LOG				GAMMA RAY - NEUTRON							
RUN NO.				ONE							
DATE				4-28-57							
TOTAL DEPTH - DRILLER				15,566							
TOTAL DEPTH - P.G.A.C.				15,567							
FLUID IN HOLE				MUD - 10#							
FLUID LEVEL											
MAXIMUM TEMPERATURE °F.											
INSTRUMENT O.D. AND NO.				3 5/8 - 207							
INSTRUMENT TYPE				TA - PH 125							
NEUTRON SOURCE TYPE				RB - 600							
CPS FOR CALIB. STD. - GR				100							
- N				240							
RECORDED BY				J. BRAUNER							
WITNESSED BY				D. LANNEN							

EXHIBIT "B"

BELL LAKE UNIT  
LEA COUNTY, NEW MEXICO

PARTICIPATING AREA  
PENNSYLVANIAN SAND

Lessee:	Ora R. Hall, Jr.
Serial Number:	Las Cruces 068404
Acreage:	240 acres
Percentage of Participation:	66.67
Acreage Description:	SW/4 and W/2 SE/4 of Section 30, T. 23 S., R. 34 E.
Operating Rights:	Held on all above described acreage by Continental Oil Company
Overriding Royalty Interest:	As of effective date of Unit Agreement, Ora R. Hall, Jr. and wife, Edna Ione Hall, held an undivided five per cent overriding royalty interest in the above described acreage. Subsequent transfers, if any, will be determined by attorneys for Unit Operator, although such transfers are subject to the Unit Agreement.

Lessee:	State of New Mexico
Serial Number	E-5896
Acreage:	120 acres
Percentage of Participation:	33.33
Acreage Description:	N/2 NW/4, NW/4 of NE/4 of Section 31, T. 23 S., R. 34 E.
Operating Rights:	Held on all above described acreage by Continental Oil Company
Overriding Royalty Interest:	None

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

December 17, 1954

Continental Oil Company  
P. O. Box 431  
Midland, Texas

Attention: Mr. R. L. Adams

Re: Bell Lake Unit Area  
Lea County, New Mexico

Gentlemen:

This is to advise that the Plan of Development dated December 8, 1954, for the Bell Lake Unit Area for the calendar year 1955 has this date been approved by the New Mexico Oil Conservation Commission, subject to like approval by the Oil and Gas Supervisor, United States Geological Survey, and by the Commissioner of Public Lands of the State of New Mexico.

Yours very truly,

W. B. Macey  
Secretary - Director

WBM:jh

cc: U. S. Geological Survey  
Roswell, New Mexico

State Land Commissioner  
Santa Fe, New Mexico

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THE UNITED STATES DEPARTMENT OF THE INTERIOR  
THE STATE OF NEW MEXICO

PLAN OF DEVELOPMENT  
FOR THE CALENDAR YEAR 1955  
BELL LAKE UNIT AREA  
LEA COUNTY, NEW MEXICO

TO THE OIL AND GAS SUPERVISOR  
UNITED STATES GEOLOGICAL SURVEY  
ROSWELL, NEW MEXICO

COMMISSIONER OF PUBLIC LANDS  
STATE OF NEW MEXICO  
SANTA FE, NEW MEXICO

OIL CONSERVATION COMMISSION  
STATE OF NEW MEXICO  
SANTA FE, NEW MEXICO

Pursuant to the provisions of Section 10 of the Unit Agreement approved by the Acting Director of the United States Geological Survey on September 30, 1953, the Commissioner of Public Lands of the State of New Mexico on September 9, 1953, and the State of New Mexico Oil Conservation Commission on August 28, 1953, affecting lands in Bell Lake Unit Area, Lea County, New Mexico, Continental Oil Company as Operator of said unit, hereby submits for your approval a Plan of Development for the calendar year 1955.

1. Exploratory

An exploratory test, Bell Lake Unit No. 1-A is now being drilled to a projected depth of approximately 15,000 feet to test the Devonian formation at a location 2970 feet from the East line and 330 feet from the South line of Section 31, Township 23 South, Range 34 East, Lea County, New Mexico.

2. Development

The unit area contains at present one gas distillate well, the Bell Lake Unit No. 2 located 3300 feet from the East line and 660 feet from the South line of Section 30, Township 23 South, Range 34 East, Lea County, New Mexico, and one permanently abandoned well, the Bell Lake Unit No. 1 located 3300 feet from East line and 660 feet from South line of Section 31, Township 23 South, Range 34 East, Lea County, New Mexico.

3. Further Development

Upon completion of the Devonian test well, Bell Lake Unit No. 1-A and with further evaluation of the productive capabilities of the Bell Lake Unit No. 2, the Unit Operator will then be able to determine further development plans for the unit area.

4. Offset Obligations

The Unit Operator will take appropriate and adequate measures to prevent drainage of oil or gas from lands included in the unit area.

5. Effective Date

This Plan of Development shall be effective January 1, 1955, subject to approval by the Oil and Gas Supervisor, the Commissioner of Public Lands, and the Oil Conservation Commission.

6. Modifications

It is understood that portions of the Plan of Development herein outlined are dependent upon certain information to be obtained prior and subsequent to drilling, and other contingencies, such as projected formation depths, exact locations, and the availability of well casing; and for these reasons, this Plan of Development may be modified slightly from time to time, with the approval of the Oil and Gas Supervisor, the Commissioner of Public Lands, and the Oil Conservation Commission, to meet changing conditions.

CONTINENTAL OIL COMPANY, OPERATOR  
BELL LAKE UNIT

By: R. L. Adams  
R. L. Adams  
Assistant Division Supt.  
of Production  
West Texas-New Mexico Division

Dated:

December 8, 1954.



UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

P. O. Box 6721  
Roswell, New Mexico

*file*

December 16, 1954

Continental Oil Company  
P. O. Box 431  
Midland, Texas

Gentlemen:

The plan of development received December 13, 1954, for the Bell Lake unit agreement, New Mexico, No. 14-08-001-1066, for the calendar year 1955, has been approved on this date subject to like approval by the appropriate State officials.

One approved copy of said plan is being returned herewith.

Very truly yours,

JOHN A. ANDERSON  
Regional Oil and Gas Supervisor

Copy to: Cons.Div., Wash., D.C. (w/1 copy of plan of development)  
Comm. Public Lands, Santa Fe (Ltr. only)  
N.M.O.C.C., Santa Fe (Ltr. only) ✓

*CHM*

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

*Case 263*

December 14, 1954

Mr. R. L. Adams  
Production Department  
Continental Oil Company  
MIDLAND, TEXAS

RE: Request for temporary exemption  
from Rule 404 on Bell Lake Unit No. 2,  
located 3300' FEL and 660' FSL of Sec-  
tion 30, Twp. 23 S, Rge. 34 E, NMPM,  
Lea County, New Mexico

Dear Sir:

Reference is made to your letter of December 8, 1954, pertaining to the above-captioned request.

It is not necessary for you to obtain permission from this office to use the gas produced from your Bell Lake Unit No. 2 in drilling operations on your Well No. 1-A. However, you are hereby granted exception to the provisions of Rule 404 pertaining to the flaring or venting of gas produced from your No. 2 Well. It is my understanding that occasionally it is necessary for you to flare a small volume of gas in order to keep the well unloaded. You may obtain a distillate allowable by applying to Mr. Porter for the necessary amount of distillate to be produced monthly.

If there is anything further in this matter, please do not hesitate to contact us.

Very truly yours,

W. B. Macey  
Secretary - Director

WBM:nr

cc: Mr. A. L. Porter, jr.  
Oil Conservation Commission  
Hobbs, N. M.



## CONTINENTAL OIL COMPANY

P. O. Box 431  
Midland, Texas  
December 8, 1954

Mr. John A. Anderson  
Oil and Gas Supervisor  
Southwestern Region  
United States Geological Survey  
Roswell, New Mexico

Dear Mr. Anderson:

We are transmitting herewith for your consideration four copies of the Plan of Development for the Calendar Year 1955 covering the Bell Lake Unit Area in Lea County, New Mexico. If this Plan of Development meets with your approval, please return one copy to this office at your earliest convenience.

Yours very truly,

A handwritten signature in cursive script that reads "R. L. Adams".

R. L. ADAMS  
Assistant Division Superintendent  
of Production  
West Texas-New Mexico Division

RLA-BW  
Encs

BY REGISTERED MAIL

cc: Commissioner of Public Lands, Santa Fe, N.M.  
✓ Oil Conservation Commission, Santa Fe, N.M.





## CONTINENTAL OIL COMPANY

Midland, Texas  
December 8, 1954

New Mexico Oil Conservation Commission  
P. O. Box 871  
Santa Fe, New Mexico

Re: Request for temporary exemption  
from Rule 404 on Bell Lake Unit  
No. 2, located 3300 feet from  
East and 660 feet from South  
lines of Section 30, Township  
23-S, Range 34-E, Lea County,  
New Mexico

Gentlemen:

Continental Oil Company, as operator of the Bell Lake Unit located in the southeastern part of Lea County, New Mexico, is presently engaged in further exploration of this unit and at the present are drilling below 13,500 feet on the Bell Lake Unit No. 1-A, a twin well to the Bell Lake Unit No. 1, which caught on fire and burned during the early part of the year.

We have recently completed the Bell Lake Unit No. 2, which is located approximately one mile due north of the Bell Lake Unit No. 1-A. The well was potentialed for 13,000 MCF of gas with 140 barrels of distillate and 70 barrels of water produced in 24 hours on a 11/64-inch choke. Our Bell Lake Unit No. 1-A is projected to 15,000 feet and it is anticipated that it will require between 75 and 100 days of additional time to reach this depth from our present total depth. This well is located in an extremely isolated area and the only source of fuel available was butane until the successful completion of the Bell Lake Unit No. 2 was made. Expenditures for butane fuel to operate the power rig on the Bell Lake Unit No. 1-A has been averaging between \$80 and \$100 a day. With the completion of Bell Lake Unit No. 2, we now have an adequate close source of sweet gas available and we, therefore, respectfully request temporary exemption from Rule 404 in order that we may utilize dry gas produced from the Bell Lake Unit No. 2 for the purpose of furnishing fuel for the drilling rig on Bell Lake Unit No. 1-A.

New Mexico Oil Conservation Commission  
Page 2

It is anticipated that an allowable of 300 MCF of gas per day and 10 barrels of distillate will be required to maintain sufficient gas volume for operation of the drilling rig in the area. Due to change in volume demands and the necessity of opening the well up slightly occasionally to unload the well, it will be necessary to flare a small portion of gas. The amount of gas that will be flared, however, is expected to be negligible.

We have an outlet for the distillate production and would appreciate your early administrative approval to proceed with the use of the dry gas, at a daily allowable rate of 300 MCF of gas and 10 barrels of distillate from the Bell Lake Unit No. 2 well to furnish fuel for the Bell Lake Unit No. 1-A drilling rig.

Yours very truly,

A handwritten signature in cursive script, appearing to read "R. L. Adams".

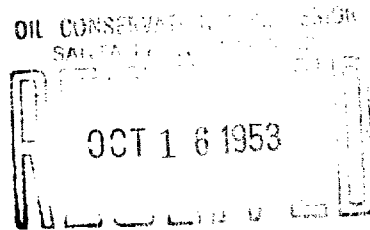
R. L. ADAMS  
Assistant Division Superintendent  
West Texas-New Mexico Division  
Production Department

RLA-LP



## CONTINENTAL OIL COMPANY

Roswell, New Mexico  
October 13, 1953



Mr. R. R. Spurrier  
Oil Conservation Commission  
Mabry Hall  
Santa Fe, New Mexico

Dear Mr. Spurrier:

Enclosed for your files is an executed copy of the  
UNIT AGREEMENT FOR THE DEVELOPMENT AND OPERATION OF THE BELL  
LAKE UNIT, LEA COUNTY, NEW MEXICO.

This Agreement was executed by Mr. Thomas G. Nolan,  
Acting Director of the United States Geological Survey, effective September 30, 1953.

We are presently erecting the derrick for the  
drilling of the initial test on this unit at a location in the  
center of the SE $\frac{1}{4}$ SW $\frac{1}{4}$  of Section 31, T-23S, R-34E.

Yours very truly,

M. E. Thrash  
Land Superintendent  
Roswell Division

MET:JB

DOMESTIC SERVICE	
Check the class of service desired; otherwise this message will be sent as a full rate telegram	
FULL RATE TELEGRAM	
DAY LETTER	
NIGHT LETTER	

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# WESTERN UNION

1206 10-51

W. P. MARSHALL, PRESIDENT

INTERNATIONAL SERVICE	
Check the class of service desired; otherwise the message will be sent at the full rate	
FULL RATE	
LETTER TELEGRAM	
SHIP RADIOGRAM	

NO. WDS.-CL. OF SVC.	PD. OR COLL.	CASH NO.	CHARGE TO THE ACCOUNT OF	TIME FILED
			Oil Conservation Commission	

Send the following message, subject to the terms on back hereof, which are hereby agreed to

**Santa Fe, New Mexico**  
**September 4, 1953**

**Mr. Clarence Hinkle**  
**Attorney at Law**  
**J. P. White Building**  
**Roswell, New Mexico**

**BELL LAKE UNIT ORDER NUMBER 355 SIGNED AUGUST 28TH.**

**R. R. SPURRIER**

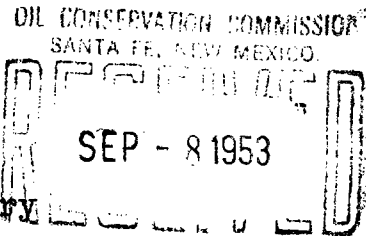
J. M. HERVEY  
HIRAM M. DOW  
CLARENCE E. HINKLE  
W. E. BONDURANT, JR.  
GEORGE H. HUNKER, JR.

WILLIAM C. SCHAUER  
HOWARD C. BRATTON  
S. B. CHRISTY IV

LAW OFFICES  
HERVEY, DOW & HINKLE

ROSWELL, NEW MEXICO

September 3, 1953



Mr. R. R. Spurrier, Executive Secretary  
New Mexico Oil & Gas Association  
Santa Fe, New Mexico

Re: Bell Lake Unit Agreement

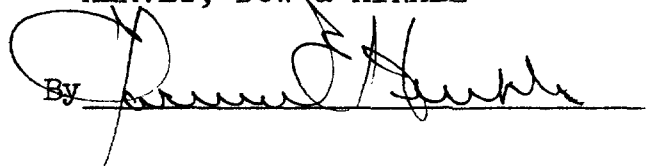
Dear Dick:

We have the Bell Lake Unit Agreement all signed up and ready to file for final approval of the Director of the U.S.G.S. and are extremely anxious to obtain the order of approval of the unit by the Conservation Commission.

If this has not already been signed, I would appreciate anything you can do to expedite the matter so it can be promptly filed.

Yours sincerely,

HERVEY, DOW & HINKLE

By 

CEH:mp