

State of New Mexico



Commissioner of Public Lands



April 23, 1968

STATE OF NEW MEXICO
SANTA FE, NEW MEXICO

Mr. M. M. Sweeney
P. O. Box 1582
Roswell, New Mexico, 88201

Re: Hale Unit
Eddy County, New Mexico

Dear Mr. Sweeney:

The Commissioner of Public Lands has this date given final approval to the Hale Unit, Eddy County, New Mexico, subject to like approval by the United States Geological Survey and the Oil Conservation Commission.

Enclosed are six (6) Certificates of Approval as requested in your letter.

Also enclosed is Official Receipt No. I 1191 in the amount of Twenty (\$20.00) Dollars which covers the filing fee.

Very truly yours,

GUYTON B. HAYS
COMMISSIONER OF PUBLIC LANDS

BY:
Eddie Lopez, Supervisor
Unit Division

JMK:TH/ELW's
encls.

cc: USGS-Roswell, New Mexico
OCC-Santa Fe, New Mexico

OCT 9 1969

October 6, 1969

Mr. H. H. Sweeney, Unit Operator
P. O. Box 1582
Roswell, New Mexico 88201

Gravel Corporation
1906 First City Nat'l Bank Bldg.
Houston, Texas 77002

Mr. G. C. Weaver
La Caverna Hotel
Carlsbad, New Mexico 88220

Sun Oil Company-DK Division
P. O. Box 2039
Tulsa, Oklahoma 74102

Atlantic Richfield Company
P. O. Box 1978
Roswell, New Mexico 88201

Mr. L. H. Bates
1002 North Shore Drive
Carlsbad, New Mexico 88220

Gentlemen:

The Hale unit agreement, No. 14-08-0001-8969, Eddy County, New Mexico, was approved by the State April 23, 1968 and by the USGS July 19, 1968, effective as of the date of USGS approval.

section 9 of the unit agreement requires an adequate test well on unitized land be commenced within six months after the effective date of unitization and that such drilling be continued diligently until the Strawn formation of Pennsylvanian age has been tested.

John R. Trigg, as the designated agent of the Unit operator, commenced operations for the No. 1 Hale unit well on October 31, 1968, by reentering an existing well in the NW/4SE/4, Section 1, Township 20 South, Range 30 East, N.M.P.M. which was temporarily abandoned in August of 1967 after reaching a total depth 1,510 feet. On November 5, 1968, the reentry operations ceased at a depth of 1,347 feet, or 163 feet above the original total depth of the well. Since that date, no additional operations have been commenced to satisfy the drilling provisions of the Hale unit agreement, nor has any extension of time within which to comply with such requirements been requested. Accordingly, there is default under Section 9 of the Hale unit agreement.

The record shows the Regional Oil and Gas Supervisor and the Commissioner of Public Lands of the State of New Mexico have many times requested that the unit operator take the necessary steps to voluntarily terminate the agreement, but no action has been taken to comply with such requests. In the circumstances,

you are hereby notified of our intention to declare the Hale unit agreement terminated pursuant to the last paragraph of Section 4 thereof, effective as of January 31, 1969, the last of the month in which the default occurred.

Very truly yours,

COMMISSIONER OF PUBLIC LANDS
STATE OF NEW MEXICO

cc: USGS-Roswell, New Mexico
cc: Santa Fe, New Mexico

H. N. SWEENEY

P. O. BOX 1562 - ROSWELL PETROLEUM BUILDING

ROSWELL, NEW MEXICO
88201

November 29, 1967

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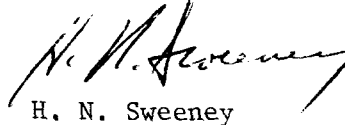
Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Case No. 3493
Order No. R-3157
Hale Unit

Gentlemen:

We have been delayed in completing the Hale Unit Agreement, but expect to have the agreements ready for filing for approval by the Commissioner of Public Lands and the United States Geological Survey within the next sixty days. The unit has not been abandoned.

Yours very truly,



H. N. Sweeney

HNS:jw

MAIN OFFICE

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GOVERNOR
JACK M. CAMPBELL
CHAIRMAN

State of New Mexico
Oil Conservation Commission



LAND COMMISSIONER
GUYTON B. HAYS
MEMBER

STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

P. O. BOX 2088
SANTA FE

December 6, 1966

Mr. Richard Morris
Seth, Montgomery, Federici & Andrews
Attorneys at Law
Post Office Box 2307
Santa Fe, New Mexico

Re: Case No. 3493
Order No. R-3157
Applicant:
H. N. SWEENEY

Dear Sir:

Enclosed herewith are two copies of the above-referenced Commission order recently entered in the subject case.

Very truly yours,


A. L. PORTER, Jr.
Secretary-Director

ir/

Carbon copy of order also sent to:

Hobbs OCC x

Artesia OCC x

Aztec OCC

OTHER Mrs. Rhea