

WARREN L. CHEDESTER 13-10  
Ne/SE Sec 27-T25N-R9W-Yavapai Co.

County Yavapai

Area Hyde Park

Lease No. \_\_\_\_\_

Well Name Warren L. Gledester

Location NE SE Sec 27 Twp 25N Range 9W Footage \_\_\_\_\_

Elev \_\_\_\_\_ Gr \_\_\_\_\_ KB Date \_\_\_\_\_ Spud Complete Abandon 1958 Total Depth 96

Contractor: \_\_\_\_\_ Approx. Cost \$ \_\_\_\_\_

Drilled by Rotary \_\_\_\_\_ Cable Tool

Casing Size \_\_\_\_\_ Depth \_\_\_\_\_ Cement \_\_\_\_\_

Production Horizon \_\_\_\_\_

Initial Production \_\_\_\_\_

REMARKS: Location "half a quarter" south of highway 66. Note: Question as to which County to place this well. No Quad map in here.

Elec. \_\_\_\_\_ Logs \_\_\_\_\_ Sample Log \_\_\_\_\_  
Applic \_\_\_\_\_ Plugging \_\_\_\_\_ Completion \_\_\_\_\_ Sample Descript \_\_\_\_\_  
to Plub \_\_\_\_\_ Record \_\_\_\_\_ Report \_\_\_\_\_ Sample Set \_\_\_\_\_  
Cores \_\_\_\_\_

Water well - accepted by \_\_\_\_\_

Bond Co. & No. \_\_\_\_\_

Bond Am't \$ \_\_\_\_\_ Cancelled \_\_\_\_\_ Date \_\_\_\_\_ Organization Report \_\_\_\_\_

Filing Receipt \_\_\_\_\_ dated \_\_\_\_\_ Well Book \_\_\_\_\_ Plat Book \_\_\_\_\_

Loc. Plat \_\_\_\_\_ Dedication \_\_\_\_\_

PERMIT NO. None Date Issued \_\_\_\_\_

*13-10*  
*#13-10*

ARIZONA REVISED STATUTES

Section 45-305. Notice of intention to drill

A. No person shall drill or cause to be drilled any well for the development and use of ground water without first filing notice of intention to drill with the department in the form prescribed and furnished by the department.

C B. The notice shall state:

1. The name and address of the person sending the notice.
2. The legal description of the land upon which the well is proposed to be drilled, together with the name of the owner thereof.
3. The legal description of the location of the well.
4. The depth and diameter of the proposed well, if it is intended to be cased.
- P 5. The legal description of the land upon which the water is proposed to be used, together with the name of the owner thereof.
6. The time within which it is proposed to begin construction.
- Y 7. The proposed use to which the water will be applied.

C. Notice of intention to drill shall be filed with the department in duplicate. Upon filing the notice, the department shall cause a record of the notice to be made and shall stamp or otherwise note the date of receipt of the notice and a filing number thereon. Within fifteen days thereafter the department shall mail the duplicate copy of the notice by prepaid mail to the person giving the notice at the address stated therein. Upon receipt of a copy of the notice showing the record of receipt by the department and the filing of the notice, this section shall be deemed to have been fully complied with in respect to the drilling of the well described in the notice, but the well must be completed within one year. In case of failure to complete a well within one year, a new application may be filed.

No permit

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+3A

**Section 45-306. Filing of log by driller; forms for reports**

A. When the drilling of a well is completed, a copy of the log thereof shall be filed by the driller with the department, together with a showing of the casing installed in the well and the capping applied, if it is an artesian well.

B. The department shall prescribe forms on which reports of drillers are to be made, which shall be obtainable from the department upon request.

**Section 45-307. Failure or refusal to file reports or notices; penalty**

A person who fails or refuses to make any of the reports, give the notices required, or fails to cooperate with the department under the provisions of Sections - - - , 45-305 and 45-306, is guilty of a misdemeanor punishable by a fine not exceeding one hundred dollars.

C  
O  
P  
Y

*No permit*

*13-10*  
*73-19*

BOND NO. \_\_\_\_\_

AMOUNT \_\_\_\_\_

CANCELLED \_\_\_\_\_

ORGANIZATION REPORT \_\_\_\_\_

13-10  
~~13-10~~

*No permit*

April 24, 1958

Memorandum:

To: Obed M. Lassen  
From: Frederick C. Ryan  
Subject: Chedester well at Hyde Park

(appears to  
have had  
police record.)

Phil Johnson and I were at the well site in the vicinity of Hyde Park (NE 1/4 SE 1/4; Section 27, Township 25 N., Range 9 West) early in the afternoon of April 23rd. The rig was shut down and to all appearances had been for ten days or two weeks. The driller, named Brasher, an employee of Oliver Drilling Company of Bullhead City has reportedly been working in Las Vegas.

This status of the well apparently bears out the statement of Mr. Brasher who, when warned to shut down on April 2nd, stated that he would do so until the operator, Mr. Chedester, obtained a permit.

We talked to Sgt. B. C. Compton, Investigator for the Chief of Police, Las Vegas, on April 21 regarding Chedester's advertising in the Las Vegas papers. A sample newspaper ad run earlier this year reads as follows:

"New oil field development in Northern Arizona. Test well being drilled, with good showings. Investment money wanted. ----".

The attached copy of a report made by Sgt. Compton by letter gives an insight into the nature of this operation.

Sgt. Compton will give us a complete run-down on any police record Chedester may have together with copies of more conclusive advertising.

If Chedester tries to re-open the well under the guise of a water well or other mis-nomer, we are in a position to lower the boom for full compliance with the oil and gas conservation law on the basis of the wording of his advertising.

FCR:mb  
Encl.

No permit

13-10

13-10

April 11, 1958

Mr. O. E. Jack Everett  
Attorney-at-Law  
428 E. Beale Street  
Kingman, Arizona

Dear Mr. Everett:

Reference is made to your inquiry concerning test drilling, addressed to the Underground Water Division of the State Land Department, received by that Division on April 8, 1958 and referred to the undersigned for answer.

From the phrasing of your letter it is presumed that you are referring to three different categories of test drilling - stratigraphic drilling for oil or gas, core drilling for uranium and general seismographic work as handled by mobile geophysical crews.

This office has been advised that it has the responsibility under existing statutes (Chapter 4, Title 27, ARS 1956) to require that the drilling, plugging and abandonment of stratigraphic test holes be accomplished under the provisions of the cited statute, and the Statewide Rules and Regulations adopted thereunder.

Core or diamond drilling initiated in prospecting for uranium would, of course, be under regulation by the pertinent State or Federal agency involved in the mineral right ownership or subject to contract with the fee owner if on privately held land. In any case, subject to any limitation or control which might be imposed by the Atomic Energy Commission.

*No permit*

13-10  
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Mr. O. E. Jack Everett  
April 11, 1958  
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Drilling by seismic crews, an extremely mobile operation, involves registering and licensing of the operating concern with the Corporation Commission and/or the Registrar of Contractors, the obtaining of permission of all land owners and lessees involved, and compliance with those pertinent sections of the Oil and Gas Conservation Statutes cited above, including the duties of protecting from intermingling, loss or pollution all water - oil - or gas - bearing strata penetrated.

Transmitted herewith are copies of the Statewide Rules and Regulations Governing the Conservation of Oil and Gas and pertinent forms for making application for permit to drill.

If there remain unanswered questions of a more specific nature we shall be glad to try to answer them for you.

Very truly yours,

STATE LAND COMMISSIONER

By:  
Frederick C. Ryan,  
Supervisor, Oil & Gas Conservation

FCR:mb  
Encls.

*No permit*

13-10  
+3-10

O. E. JACK EVERETT  
ATTORNEY-AT-LAW  
428 E. BEALE STREET  
KINGMAN, ARIZONA

April 3, 1958

STATE LAND COMMISSIONER  
STATE LAND DEPARTMENT  
422 State Office Bldg.  
Phoenix, Arizona

UNDERGROUND WATER  
Division

Dear Sir:

I should like the following information.

What are the Laws and Regulations on Test Drilling  
for Oil and Uranium, using holes for seismograph up to 500 feet?

Is a Permit necessary? And if so--for Each Hole?

May I have an Application for permitting drilling in  
Arizona.

Thank you very much for any information you are able to  
give me including Forms for Filing.

Very truly yours,

*O. E. Jack Everett*  
O. E. JACK EVERETT

OEE:ge

*No permit*

12-10  
13-10

THE STATE DEPARTMENT  
WASHINGTON, D. C.  
20540

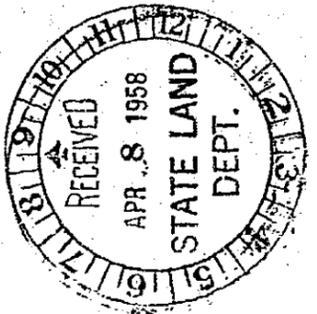
April 8, 1958

Dear Mr. [Name]:  
I have your letter of April 7, 1958, regarding the [Subject].

Very truly yours,  
[Signature]

I should like to follow up on the [Subject] and see if we can  
arrange for the [Subject] to be [Subject] in the [Subject] of [Subject].  
I have no objection to your [Subject] in the [Subject] of [Subject].  
Thank you very much for your [Subject] and for the [Subject].  
Very truly yours,  
[Signature]

5526



April 9, 1958

Police Department  
Las Vegas, Nevada

Attention: Sgt. B. C. Compton

Dear Sgt. Compton:

Reference is made to your initial letter of February 3, 1958 and following correspondence concerning the Elron Oil Company, your file DR-65550.

Our interest presently is to ascertain if Elron or any of its officers have made statements in printed, written or oral advertising in which it is claimed they are actively drilling for oil or gas in Arizona. Also, if similar claims have been made regarding active stratigraphic test drilling. If such claims have been made, it would be appreciated if this office could be furnished with publication name and date or other particulars.

Thank you for your cooperation. Please be assured of our cooperation in any matter of mutual interest.

Very truly yours,

STATE LAND COMMISSIONER

By: Frederick C. Ryan,  
Supervisor,  
Oil and Gas Conservation

FCR:mb  
AIR MAIL

*No permit*

13-10  
73-10

April 4, 1958

Mr. Gene Brasher  
P. O. Box 385  
Seligman, Arizona

Dear Mr. Brasher:

We are transmitting herewith the following material  
for your information:

General Rules and Regulations Governing the  
Conservation of Oil and Gas in Arizona - Statewide  
Rules and Regulations

House Bill No. 8

Very truly yours,

STATE LAND COMMISSIONER

By:  
Frederick C. Ryan, Supervisor  
Oil and Gas Conservation

mb  
Encls.

*No permit*

13-10  
13-10

April 4, 1958

Mr. Warren L. Chedester  
511 South 5th Street  
Las Vegas, Nevada

Dear Mr. Chedester:

Fursuant to your telephone conversations with Mrs. Bates of this office on April 3rd, we are transmitting herewith the forms you will find necessary for covering your wells together with copies of the Oil and Gas Conservation Act of 1951, and the Statewide Rules and Regulations. Please note that both the Act and Rules are statewide in their requirements and application. The following is the procedure required in filing:

1. Execution of the Organization Report (one copy), reflecting particularly the authorized agent or agents.
2. Completion of OG forms 51, Intention to Drill, in duplicate for each well, with particular attention to accurate elevation and proposed casing program, with emphasis on adequate measures to protect the pollution, loss or intermingling, all surface and fresh waters. Filing fee of \$25.00 to accompany Intent for each well.
3. Filing of bond in the principal sum of \$2,500 for each well or blanket \$10,000 executed by a person as reflected in your Organization Report as principal, and a satisfactory surety company as surety.

Relative to questions raised by you in the conversations mentioned above, we further wish to advise you that this office considers a test well as being within the category covered in those parts of the statutes and regulations having to do with the regulation of drilling, plugging, abandonment

*No permit*

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Mr. Warren L. Chedester  
April 4, 1958  
Page 2

etc., of wells drilled in search of oil or gas. To this office there appears to be no other conclusion than that your operations in 25 N., 9 W. fall directly in the category covered by those same statutes and regulations. We are therefor, requiring that your wells be covered by permit and bond.

No doubt, Mr. Brasher, your driller, has relayed to you the information that we require that a cut of all samples of cuttings made during drilling are to be saved for this office. May we stress also that in your application form, (Intention to Drill), that your proposed casing program be spelled out in full, particularly in reference to surface casing.

Needless to say, we expect that action be taken by you as soon as possible to comply with the law which we are required to enforce, thus obviating any necessity for further action on our part.

If there remains any point which we might help clarify, we shall be glad to do so.

Very truly yours,

STATE LAND COMMISSIONER

By: Frederick C. Ryan,  
Supervisor, Oil and Gas Conservation

FCR:mb  
Encls.

*No permit*

13-10  
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April 3, 1958

Mr. Chedester of Las Vegas phoned:

Admitted the 1st hole was drilled to about 100' - pulled out and drilled the 2nd one, description being:

NE $\frac{1}{2}$ SE $\frac{1}{2}$ ; Sec. 27, T. 25 N., R. 9 W.

They are down to 96' . They plan to run analysis on this well. The findings will depend on whether they will go down on this one or move to another location.

They are using a cable tool rig.

He also verified the Driller's name as Brasher and the drilling contractor is Oliver from Bullhead City.

The land is privately owned. <sup>H.C. Oliver</sup> Denny Livestock Company (W. C. Denny of Prescott)

He was under the impression that you did not have to have a permit to drill 100'. He ~~wants~~ wanted to drill the above two before going ahead with a deeper test. THEN he was going to come in for the permit.

He wants you to call him at Dudley 4-0644 Las Vegas when you get in. If not, call Saturday morning. I believe he wants to verify from you all that I told him. I told him that any well drilled for oil or gas must have a permit and furnish bond, plus the \$25.00. ~~and~~ I also told him that ~~any~~ any well drilled must have the above requirements whether it be fee, state or federally owned land. Also he would have to furnish bond and have a permit from the federal office had the wells been on federal land, We are to mail him the necessary forms. - etc.

He called back in 5 minutes and asked me if it were drilled for a water well would he still have to do all this. I told him he couldn't get out of it. I'll tell you what else he called me when I see you.

*No permit*

13-10  
7370

from the desk of \_\_\_\_\_

~~Private~~

Chester Las Vegas

~~Tomorrow~~  
Dudley 4-06 44

Sat. 11-12

511 So 5th St.  
Las Vegas

No permit

Score on D.C.

from the desk of \_\_\_\_\_

~~Private~~ Muriel R. Bates  
Henny Prescott Live Stock

Chester - Las Vegas  
Sec. 27<sup>00</sup> NE 1/4 SE 1/4 25N 9W.

~~96100~~ of 800'

Prasher

of 2400' Oliver  
3 holes Drill.

Cable Tool - water rig Bullhead  
City

No permit

February 6, 1957

Police Department  
Las Vegas, Nevada

Attention: Sgt. B. C. Compton

Dear Sgt. Compton:

Reference is made to your letter of February 3, 1958 regarding the Elron Oil Company, your file DR-65550.

The Elron Oil Company presently hold, under oil and gas lease, 5,808.08 acres of State land. This acreage is held under three leases which were assigned to Elron in October and November of 1957. Each of the three leases is subject to a 12½% override to the assignor, in addition to the State of Arizona's 12½% royalty interest. Elron as assignee agrees with the assignors to drill to 2,800 feet, or to the Mississippian Limestone, on the "Block" of which these leases apparently are part, within one year from date of assignment.

Warren L. Chedester, President and Norman P. Monty, Secretary have signed for Elron Oil Company, assignee, and present leaseholder whose address, according to our records, is 511 So. 5th St., Las Vegas.

The three leases are partially in Yavapai and partially in Coconino counties. The only active hole in either Coconino or Yavapai counties is the Ray Terry Oil Co. State #1, Sec. 34, Twp 25 N., Rge 8 W. This location is approximately 3½ miles from the closest Elron state leases. The present status of this well: total depth, 600 feet; shut down; rig removed. (This information per our abbreviated scout report as of January 31, 1958.) This office has no official information indicating good showings in this well.

The Elron Oil Company is not registered as a corporation with the Arizona Corporation Commission, and is not authorized to sell securities in the State of Arizona. This office does not know whether Elron has leases other than state leases. It is hoped that the information above answers your request. If we can be of further service, do not hesitate to call on us.

Very truly yours,

STATE LAND COMMISSIONER

By: Frederick C. Ryan, Supervisor  
Oil and Gas Conservation

13-10  
73-10

FCR:mb

No permit

CITY OF LAS VEGAS  
NEVADA

POLICE DEPARTMENT  
R. K. SHEFFER, CHIEF OF POLICE

ADDRESS ALL COMMUNICATIONS TO  
CHIEF OF POLICE



February 3, 1958

State Land Department  
Phoenix, Arizona

Re: ELRON OIL COMPANY  
Our DR-65550

Gentlemen:

This department is currently conducting an investigation on the Elron Oil Company and they have been advertising in this city that they have access to approximately twelve thousand acres in Yavapai County, Arizona. They state that this is a new oil field development and the test wells are being drilled with good showings.

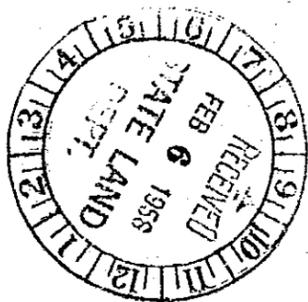
We have contacted the Yavapai County Sheriff's Office and this company is unknown to them, and they suggested that you might possibly have some information in your office regarding the Elron Oil Company. We would appreciate your advising this department of any information you may have regarding the Elron Oil Company or if there is any activity in the way of new wells being drilled in which this company is involved.

Thanking you in advance for your cooperation and assuring you of our full cooperation in all matters of mutual interest, I remain

Very truly yours,

R. K. SHEFFER  
CHIEF OF POLICE

*B. C. Compton*  
By: Sgt. B. C. Compton  
Investigator



BCC/mb

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