

Richard Nixon Presidential Library  
White House Special Files Collection  
Folder List

<u>Box Number</u>	<u>Folder Number</u>	<u>Document Date</u>	<u>Document Type</u>	<u>Document Description</u>
10	9	n.d.	Report	Daily Drilling Report Lies No. 1 05/26/1965 - 05/27/1965. 1 page.
10	9	05/18/1965	Letter	Jack James to Nixon re: billing for Lies No. 1, with attachment. 2 pages.
10	9	n.d.	Report	Daily Drilling report Lies No. 1, 04/27/1965 - 05/10/1965. 5 pages.
10	9	05/03/1965	Letter	wanenmacher to Nixon re: Sharon Prospect. 1 page.
10	9	04/26/1965	Letter	C. Arnold Brown to Nixon re: Lies No.1 drilling reports, 04/21/1965 - 04/26/1965 with attachment. 2 pages.
10	9	04/05/1965	Letter	Wanenmacher to Nixon re: delay in drilling prospect. 1 page.

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10	9	03/12/1965	Letter	Nixon to Russell Lund re: sharing in additional well projects. 1 page.
10	9	03/11/1965	Letter	Nixon to Russell Lund re: agreement to pay for oil drilling project, with attachment. 2 pages.
10	9	03/04/1965	Letter	Wananmacher to Nixon re: Sharon Prospect, including costs and risks involved. 2 pages.
10	9	03/03/1965	Letter	Nixon to Wanenmacher re: working with him on drilling investments, with attachment. 2 pages.
10	9	05/26/1965	Financial Records	Insurance certificates for vehicles and employer liability for KWB Oil Property Management from State Farm and Travelers Insurance, including mailing envelop. 7 pages.

DAILY  
DRILLING REPORT

*Leji*  
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WEDNESDAY - MAY 26, 1965

Barber County, Kansas  
Lies No. 1

Waiting on pumping equipment - setting heater-treater.

THURSDAY - MAY 27, 1965

Barber County, Kansas  
Lies No. 1

Setting pumping unit-National FP-114-133C-S4 w/EA22 6½" x 8" ajax engine w/14"-4C engine sheave. Finished setting treater. Started flowing well at 2:00 P. M. Flowed 30 B0/5 hrs. Avg. 680/hr. 16/64" choke, FTP 180 psi, CP 420 psi. Final Report.

**KWB**  
OIL PROPERTY MANAGEMENT, INC.  
KENNEDY BUILDING  
TULSA, OKLAHOMA 74103

*fyi  
Jack  
ch.*

May 18, 1965

*paid 6/3/65*

Mr. Richard M. Nixon  
20 Broad Street  
New York, New York

Re: Lies No. 1  
Barber County, Kansas

Dear Mr. Nixon:

Enclosed is our advanced billing of the above captioned well. You will receive another billing with paid invoices attached shortly after June 1, 1965. The billing will reflect the amount and to whom paid for each invoice covering the drilling of the Lies No. 1 along with your share and other participating parties share of the cost. Your copy of the billing will show the balance of your account.

You will receive a billing once a month covering the intangible, equipment and leasehold cost until all invoices have been received and paid.

After all bills have been paid you will receive a refund providing the cost is less than the enclosed advanced billing.

Just let us know if you have any questions concerning the enclosed or the above mentioned matters.

Sincerely,

KWB OIL PROPERTY MANAGEMENT, INC.

*Jack L. James*  
Jack L. James

JLJ/pt

Enclosure

**K W B****OIL PROPERTY MANAGEMENT, INC.**

KENNEDY BUILDING

TULSA, OKLAHOMA

May 18, 1965

Richard M. Nixon  
 20 Broad Street  
 New York, New York

INVOICE NO. \_\_\_\_\_

DATE	DESCRIPTION	PRICE	AMOUNT
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Advanced billing to cover you interest in the  
 anticipated cost of drilling the Lies No. 1  
 located C NE SE of Sec. 14-T32S-R10W, Barber  
 County, Kansas

\$15,000.00

APR 30 1965

DAILY  
DRILLING REPORT

TUESDAY - APRIL 27, 1965

Barber County, Kansas  
KWB-Sierra - Lies No. 1

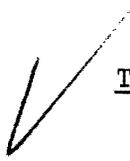
Drilling at 3225'. Dev. at 3136' 2°

WEDNESDAY - APRIL 28, 1965

Barber County, Kansas  
KWB-Sierra - Lies No. 1

Drilling at 3660'. Dev. at 3437 1½°

DAILY  
DRILLING REPORT



THURSDAY - APRIL 29, 1965

Barber County, Kansas  
KWB-Sierra - Lies No. 1

Drilling at 3910'. Dev. at 3907'  $1\frac{1}{4}^{\circ}$

FRIDAY - APRIL 30, 1965

Barber County, Kansas  
KWB-Sierra - Lies No. 1

Drilling at 4095'.

DAILY  
DRILLING REPORT

SATURDAY - MAY 1, 1965

Barber County, Kansas

KWB - Sierra - Lies No. 1

Drilling at 4300' at 7:00 A.M.

SUNDAY - MAY 2, 1965

Barber County, Kansas

KWB-Sierra - Lies No. 1

Drilled to 4385' (-2908). Top of Miss. 4373' (-2896')  
Ran DST No. 1 4361'-85', packer failed. Re-ran  
Dst No. 1 4375'-85', tool open 1/2 hr.. Weak  
blow 5 min. Recovered 5' mud. BHP 78-62#/30 min.  
FP 31-40#. Drilling ahead 15' more.  
Drilled to 4400' (-2923'). Ran DST #2, 4381'  
tool open 1 hr. Gas to surface in 5 min.  
gauged 125 Mcf/D in 10 min.  
gauged 84 Mcf/D in 20 min.  
gauged 64 Mcf/D in 40 min. stabilized. Recovered  
4000' clean gassy oil - no water. IBHP 1556#/30min  
FBHP 1546#/30 min. IFP 255#, FFP 668#.  
Drill pipe unloaded when pulling test tool.  
preparing to log.

DAILY  
DRILLING REPORT



MONDAY - MAY 3, 1965

Barber County, Kansas  
KWB-Sierra - Lies No. 1

Ran Electric log by Welex. Ran 136 joints 5½", 14#, J-55, seamless casing, Halliburton float shoe w/centralizer at 4368', 4305', 4215'. Cemented with 75 sacks 50-50 pozmix, 25 sacks common cement - 10% salt TF additive, preceded with 250 gals. mud flush. Plug down @ 12:00 P.M. 5-3-65.

TUESDAY - MAY 4, 1965

Barber County, Kansas  
KWB-Sierra - Lies No. 1

Waiting on cement

WEDNESDAY - MAY 5, 1965

Barber County, Kansas  
KWB-Sierra - Lies No. 1

Waiting on completion tools.

THURSDAY - MAY 6, 1965

Barber County, Kansas

Waiting on completion tools.

DAILY  
DRILLING REPORT



WEDNESDAY - MAY 5 through MONDAY - MAY 10, 1965

Barber County, Kansas  
KWB-Sierra - Lies No. 1

Waiting on completion rig.

741

KEPLINGER AND WANENMACHER

PETROLEUM ENGINEERS  
KENNEDY BUILDING  
TULSA 3, OKLAHOMA

*Send  
oil file*

May 3, 1965

P E R S O N A L

Mr. Richard M. Nixon  
20 Broad Street  
New York, New York

Re: Sharon Prospect  
Barber County, Kansas

Dear Mr. Nixon:

The well being drilled on this prospect has reached a total depth of 4400 feet. The Mississippi lime, which was the main prospective producing zone, was encountered at 4372 feet. A test through the drill pipe of the top thirteen feet of this formation recovered no oil or gas. A second drill-stem test of the next fifteen feet (from 4385 to 4400 feet) resulted in the recovery of 4000 feet of live, gassy oil with the testing tool open one hour. Casing is being cemented at the total depth today and after cement has set for a few days the oil bearing interval will be opened by gun perforating the casing.

The results to date indicate that this will result in an excellent oil well. The top of the Mississippi lime was encountered at an elevation considerably lower than anticipated. The local structural trap believed to be present under the prospect is apparently either absent or has little relief. The oil accumulation encountered in the discovery well now appears to be the result of a porosity trap.

The size and importance of this discovery cannot be determined at the present time. The performance of the discovery well will be observed for a few months. If it is satisfactory, additional development will be recommended.

It is a pleasure to advise you that your first venture in the oil business appears to be successful.

Very truly yours,

KEPLINGER AND WANENMACHER

*J. M. Wanenmacher*  
J. M. Wanenmacher

JMW:adb

*918  
20-7  
8159*

**K W B**  
OIL PROPERTY MANAGEMENT, INC.  
KENNEDY BUILDING  
TULSA, OKLAHOMA 74103

April 26, 1965

Mr. Richard M. Nixon  
20 Broad Street  
New York City, New York

Re: KWB-Sierra Lies No. 1

Dear Mr. Nixon:

Enclosed is the initial drilling report on the KWB-Sierra Lies No. 1 well. This is the prospect well to test the acreage mentioned in Mr. J. M. Wanamacher's letter to Mr. Russell T. Lund.

These reports will be mailed to you every other day in a sealed envelope. If there are any questions regarding any of the operations mentioned in the drilling report, please let us know. We hope this will be a successful venture.

Yours very truly,

KWB OIL PROPERTY MANAGEMENT, INC.



C. Arnold Brown

Enclosure

CAB/pj1

DAILY  
DRILLING REPORT

WEDNESDAY - APRIL 21, 1965

Barber County, Kansas  
KWB-Sierra Lies No. 1

Staked location.  
NE SE Section 14-32S-10W  
Barber County, Kansas  
Sharon Area

THURSDAY - APRIL 22, 1965

Barber County, Kansas  
KWB-Sierra Lies No. 1

Spudded 6:00 P.M., April 22, 1965. 12½" hole to 208'. Ran 6 joints 8-5/8" casing. Set at 208' with 175 sacks. Plug down at 12:45 A.M. Drilled plug under surface at 6:45 A.M. Drilling at 260' at 7:30 A.M.

FRIDAY - APRIL 23, 1965

Barber County, Kansas  
KWB-Sierra Lies No. 1

Drilling at 1000'.

SATURDAY - APRIL 24, 1965

Barber County, Kansas  
KWB-Sierra Lies No. 1

Drilling at 1700'.

SUNDAY - APRIL 25, 1965

Barber County, Kansas  
KWB-Sierra Lies No. 1

Drilling at 1990'.

MONDAY - APRIL 26, 1965

Barber County, Kansas  
KWB-Sierra Lies No. 1

Drilling at 2745'. Deviations at 500' 1/2°, at 1860' 1¼°, and at 2200' 3/4°.

KEPLINGER AND WANENMACHER  
PETROLEUM ENGINEERS  
KENNEDY BUILDING  
TULSA 3, OKLAHOMA

April 5, 1965

*Lyz*

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Mr. Richard M. Nixon  
20 Broad Street  
New York, New York

Re: Drilling Prospect  
T 32S, R 10W  
Barber County, Kansas

Dear Mr. Nixon:

Mr. Lund has suggested that I write you and explain the delay in the drilling of the prospect captioned above. The owner of the oil and gas lease on the NE/4 Section 14 had agreed to contribute two 40-acre tracts in return for the drilling of the well in the NE/4 SE/4 Section 14. This agreement was informal. A formal agreement was to be prepared when definite arrangements had been made to drill the well.

When the owner of the lease was approached to obtain the formal agreement it developed that he no longer had an oil or gas lease on this tract. An attempt was then made to obtain an oil and gas lease from the landowner. He refused to grant a lease because a portion of the royalty was in possession of others for a term of years. This term royalty will expire in approximately 2 years if the tract is not producing. The landowner owns most of the royalty and no one would drill on the tract unless they had a lease on the landowner's interest. By refusing to lease, the landowner can effectively block development and the title to the outstanding royalty would revert to him at the expiration of the term because it would not be producing.

Arrangements have been made to acquire this outstanding term royalty and assign it to the landowner in return for an oil and gas lease on the entire royalty interest. This transaction is being completed and the well will be started immediately after the oil and gas lease on this tract is obtained.

We are sorry for the circumstances which caused this delay and trust that it has caused you no inconvenience.

Very truly yours,

KEPLINGER AND WANENMACHER

*J. M. Wanenmacher*

J. M. Wanenmacher

JMW:nsh

cc: Mr. Russell T. Lund

L  
Folger

March 12, 1965

Dear Russ:

Supplementing my letter to you of yesterday with regard to my participation in the oil drilling project I, of course, will be prepared to pay my share in the event any additional wells are drilled under the circumstances set forth in Mr. Wanenmacher's letter.

I did not want you to get the impression from my letter yesterday that I desired to limit my participation to the one well only.

With best personal regards,

Sincerely,

Mr. Russell T. Lund  
1450 West Lake Street  
Minneapolis, Minnesota

cc: J. M. Wanenmacher

R.W.

Should V. Andrews have  
a copy of this so they know  
this amount will have to  
be paid out?

yes \_\_\_\_\_

No \_\_\_\_\_

March 11, 1965

Vincent  
Andrews  
fyi

Dear Russ:

Confirming our telephone conversation, I welcome the opportunity to participate in the oil drilling project described in J. M. Vanenmacher's letter of March 4 to me. As I understand, the initial cost of my interest will be \$7,000 and the maximum cost will be \$17,000 if a pumping well develops.

As soon as I receive a bill for my share, I shall send a reimbursement for the amount involved.

With every good wish,

Sincerely,

Mr. Russell T. Lund  
1450 West Lake Street  
Minneapolis, Minnesota

cc: J. M. Vanenmacher

KEPLINGER AND WANENMACHER  
PETROLEUM ENGINEERS  
KENNEDY BUILDING  
TULSA 3, OKLAHOMA

March 4, 1965

Mr. Richard M. Nixon  
20 Broad Street  
New York, New York

Re: Sharon Prospect  
Barber County, Kansas

Dear Mr. Nixon:

On this date I recommended that Mr. Russell Lund participate in a drilling deal in Barber County, Kansas, known as the Sharon Prospect. Mr. Lund accepted this offering and requests that I furnish you information about it. He also requested me to advise you that you are welcome to participate to the extent of one-third of his interest.

The prospect involves the drilling of a well to a depth of 4400 feet to test the Mississippian limestone which is expected to produce oil. The oil and gas leases shown in yellow on the accompanying map total 560 acres. These are now in the possession of Sierra Petroleum Co., Inc. In addition, the two 40-acre tracts shown in blue are owned by a different operator and will be assigned upon completion of the well. The 160-acre tract outlined in red is unleased and will be acquired, if possible, at a cost not expected to exceed \$1,600. The leases are subject to a 1/16 of 7/8 overriding royalty which is reserved by an independent geologist who originated the deal.

Sierra will drill the well and assign a three-quarter interest in their leases. Mr. Lund will pay them \$15,100 for this three-quarter interest with the well drilled to its total depth. This price includes surface casing, geological services, electric log, etc. Mr. Lund will also pay approximately \$1,700 for his share of the cost of the present oil and gas leases. We estimate that Mr. Lund's total cost for drilling into the producing zone and acreage cost, including the acquisition of the 160 acres now unleased, will be \$20,000. In the event the well is productive we expect that an additional expenditure in the amount of \$40,000 will be required for casing, completion, and production equipment. Mr. Lund's three-quarter share will be \$30,000.

The accompanying map shows that the prospect is immediately west of an oil producing area. The oil wells, shown as encircled dots, are the southwestern extremity of a large oil field. These oil wells shown on the map will obtain a moderate recovery which is sufficient to return the expenditures for development and operation and earn a small profit. The geological data indicate a strong possibility that the same oil bearing beds will be at a higher structural

position on the prospect acreage in which event larger recoveries are anticipated because of a thicker productive section. We have advised Mr. Lund that we believe there is at least an even chance of obtaining oil production of the same caliber as the wells a short distance east and a one-out-of-four chance of obtaining much better oil recovery than that obtained from these wells. Attention is called to the fact that development will be on 40-acre spacing. If the first test is successful we would expect a total of four to six oil wells.

I would like to repeat that your cost for the first well would be approximately \$7,000 if a dry hole and \$17,000 if a pumping oil well for a one-quarter working interest. You would pay one-fourth of the actual cost of subsequent wells. The allowable production would be 43 barrels of oil per well per day.

I will not burden you with a discussion of the geological reasons for our recommendation. However, if you have any questions please do not hesitate to contact me.

Very truly yours,

KEPLINGER AND WANENMACHER

A handwritten signature in cursive script, appearing to read "J. M. Wanenmacher".

J. M. Wanenmacher

JMW:adb  
Enclosure

cc: Mr. Russell T. Lund  
1450 West Lake Street  
Minneapolis, Minnesota

*W  
Folder*

March 3, 1965

Mr. J. M. Wanenmacher  
Keplinger and Wanenmacher  
Kennedy Building  
Tulsa 3, Oklahoma

Dear Mr. Wanenmacher:

I shall look forward to receiving  
any recommendations you may have with regard  
to drilling investments.

You and your colleagues have a real  
friend in Russ Lund. He says you are the best  
in the business!

With every good wish,

Sincerely,

Richard M. Nixon

KEPLINGER AND WANENMACHER  
PETROLEUM ENGINEERS  
KENNEDY BUILDING  
TULSA 3, OKLAHOMA

February 10, 1965

Mr. Richard M. Nixon  
20 Broad Street  
New York, New York

Dear Mr. Nixon:

When Russell Lund introduced us by telephone approximately a week ago I was not aware of your identity. Please accept my apologies for not connecting your name and you. It was a pleasure to meet you via telephone conversation and I am looking forward to a more personal meeting at some future date.

Mr. Lund has asked us to continue watching for drilling deals with merit in his behalf. It is our understanding that you may participate in some of these ventures.

I assure you that any deal which we recommend to him will be thoroughly screened by us. It must have geologic merit, the business angle must be fair to the investor, and the anticipated recovery, if successful, must be adequate to reward the investor in proportion to the risk involved.

Very truly yours,

KEPLINGER AND WANENMACHER

  
J. M. Wanenmacher

JMW:adb

6037.6 INSURANCE CERTIFICATE

This is to certify that policies of insurance as described below have been issued by the State Farm Mutual Automobile Insurance Company to the insured for whom this certificate is executed and are in force at this time. If changed, suspended, cancelled or otherwise terminated by the company, or at the request of the insured, ten days' written notice will be given by this company to:

Richard M. Nixon, 20 Broad Street, New York, New York

Description	AUTOMOBILE INSURANCE		Property Damage Liability Limits
	Bodily Injury Liability Limits		
<u>1963 Chevrolet 4 door</u>	<u>\$ 500,000</u>	each person each accident	
<u>Serial Number: 31669K153814</u>	<u>\$ 500,000</u>	each accident	<u>\$ 100,000</u> each accident

Description of premises	PERSONAL LIABILITY INSURANCE	
	Limits of Liability	
	Bodily Injury and Property Damage \$	each occurrence

Nothing herein contained shall be held to alter, vary, waive or extend any of the terms, conditions, agreements or limitations of the undermentioned policy other than as hereinabove stated.

Effective 12:01 A.M. Standard Time, 5-26-65, Attached to and forming a part of policy number 749 701-F10-36

Issued to KWB Oil Property Management Inc.  
by the STATE FARM MUTUAL AUTOMOBILE INSURANCE COMPANY, of Bloomington, Illinois.

Countersigned June 4, 1965, T. F. Campbell Secretary, Edward B. Prout President  
at Tulsa, Okla., by E. P. Ochs Authorized Representative

6037.6

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This is to certify that policies of insurance as described below have been issued by the State Farm Mutual Automobile Insurance Company to the insured for whom this certificate is executed and are in force at this time. If changed, suspended, cancelled or otherwise terminated by the company, or at the request of the insured, ten days' written notice will be given by this company to:

Richard M. Nixon - 20 Broad Street - New York, New York

Description	AUTOMOBILE INSURANCE		Property Damage Liability Limits
	Bodily Injury Liability Limits		
<u>1964 Ford - 4 door</u>	<u>\$ 500,000</u>	each person each accident	
<u>Serial Number: 4D54G157413</u>	<u>\$ 500,000</u>	each accident	<u>\$ 100,000</u> each accident

Description of premises	PERSONAL LIABILITY INSURANCE	
	Limits of Liability	
	Bodily Injury and Property Damage \$	each occurrence

Nothing herein contained shall be held to alter, vary, waive or extend any of the terms, conditions, agreements or limitations of the undermentioned policy other than as hereinabove stated.

Effective 12:01 A.M. Standard Time, 5-26-65, Attached to and forming a part of policy number 749 702-A23-36

Issued to KWB Oil Property Management Incorporated  
by the STATE FARM MUTUAL AUTOMOBILE INSURANCE COMPANY, of Bloomington, Illinois.

Countersigned June 4, 1965, T. F. Campbell Secretary, Edward B. Prout President  
at Tulsa, Okla., by E. P. Ochs Authorized Representative

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Richard M. Nixon, 20 Broad Street, New York, New York

Description	AUTOMOBILE INSURANCE		Property Damage Liability Limits
	Bodily Injury Liability Limits		
<u>1963 Chevrolet 1/2 ton</u>	<u>\$ 500,000</u>	each person each accident	
<u>Serial Number: 3C1144S128090</u>	<u>\$ 500,000</u>	each accident	<u>\$ 100,000</u> each accident

Description of premises	PERSONAL LIABILITY INSURANCE	
	Limits of Liability	
	Bodily Injury and Property Damage \$	_____ each occurrence

Nothing herein contained shall be held to alter, vary, waive or extend any of the terms, conditions, agreements or limitations of the undermentioned policy other than as hereinabove stated.

Effective 12:01 A.M. Standard Time, 5-26-65, Attached to and

forming a part of policy number 749 700-B04-36

Issued to KWB Oil Property Management Inc.  
by the STATE FARM MUTUAL AUTOMOBILE INSURANCE COMPANY, of Bloomington, Illinois.

Countersigned June 4, 1965, T. F. Campbell Secretary, Edward B. Runt President  
at Tulsa, Okla., by E. C. Ochs Authorized Representative

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Richard M. Nixon, 20 Broad Street, New York, New York

Description	AUTOMOBILE INSURANCE		Property Damage Liability Limits
	Bodily Injury Liability Limits		
<u>1965 Chevrolet 1/2 ton</u>	<u>\$ 500,000</u>	each person each accident	
<u>Serial Number: C11445S152129</u>	<u>\$ 500,000</u>	each accident	<u>\$ 100,000</u> each accident

Description of premises	PERSONAL LIABILITY INSURANCE	
	Limits of Liability	
	Bodily Injury and Property Damage \$	_____ each occurrence

Nothing herein contained shall be held to alter, vary, waive or extend any of the terms, conditions, agreements or limitations of the undermentioned policy other than as hereinabove stated.

Effective 12:01 A.M. Standard Time, 5-26-65, Attached to and

forming a part of policy number 749 699-B12-36

Issued to KWB Oil Property Management Inc.  
by the STATE FARM MUTUAL AUTOMOBILE INSURANCE COMPANY, of Bloomington, Illinois.

Countersigned June 4, 1965, T. F. Campbell Secretary, Edward B. Runt President  
at Tulsa, Okla., by E. C. Ochs Authorized Representative

6037.6

