



DIRECTOR  
JOE D. RAMEY

## OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO  
1000 RIO BRAZOS RD. - AZTEC

87410  
LAND COMMISSIONER  
PHIL R. LUCERO



STATE GEOLOGIST  
EMERY C. ARNOLD

December 12, 1977

Mr. Kenneth Hand  
Han San, Inc.  
P. O. Box 1936  
Roswell, New Mexico 88201

Dear Mr. Hand:

The descriptions by the Forest Ranger indicate both fire hazards and dangerous equipment on your locations.

I suggest an immediate clean up of your operations.

Yours very truly,

A. R. Kendrick  
Supervisor, District #3

Enclosure: Copy of letter from National Forest Service  
to U.S.G.S., Durango.

Cuba Ranger District  
P. O. Box 128  
Cuba, New Mexico 87013

December 7, 1977

2810

Mr. Jerry Long  
District Engineer  
U.S. Geological Survey  
P. O. Box 1809  
Durango, Colorado 81301

Dear Jerry,

Please reference our letter of 3/3/77 concerning problems associated with Han-San Inc., on Grevey #4, #012833.

We are extremely concerned over the entire drilling operation. None of the stipulations were complied as far as the surface disturbance which occurred associated with their drilling operation.

Considerable clean up is necessary at the Grevey 4 site. Public safety hazards are a definite problem as an old rig is supporting loosely anchored guy wire, some guys are tied to trees and whatever else was close by. Oil sludge is still apparent next to the drill site. We assume, since their pipeline was never connected to the storage tank at Grevey #1 that no further development is anticipated. The access road and drill site need rehabilitation.

At Grevey # 2 there are some real problems; oil spills are evident and considerable clean up is necessary. See attached photos.

Jerry, there appears to be some real problems with this operator, his entire manner of conducting business this past year leaves much to be desired and does not represent what we would consider a credible operation. If there are any immediate actions you can take to resolve these problems, please do so and future explorations or drilling by Han-San in the National Forest should be discouraged.

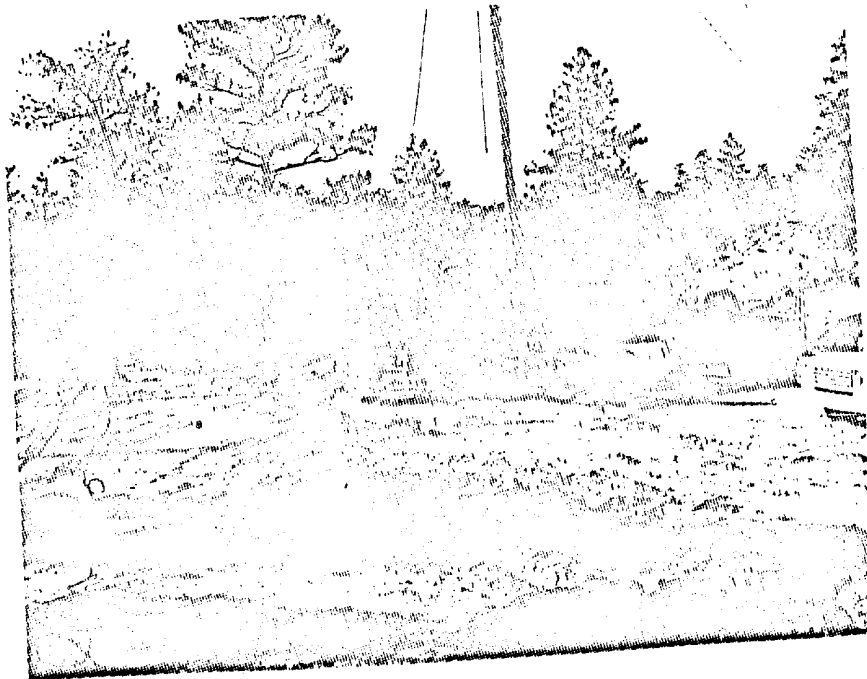
Attached are a series of photos which show the above mentioned problems.

*John C. Bedell*  
Sincerely  
John C. Bedell  
District Forest Ranger

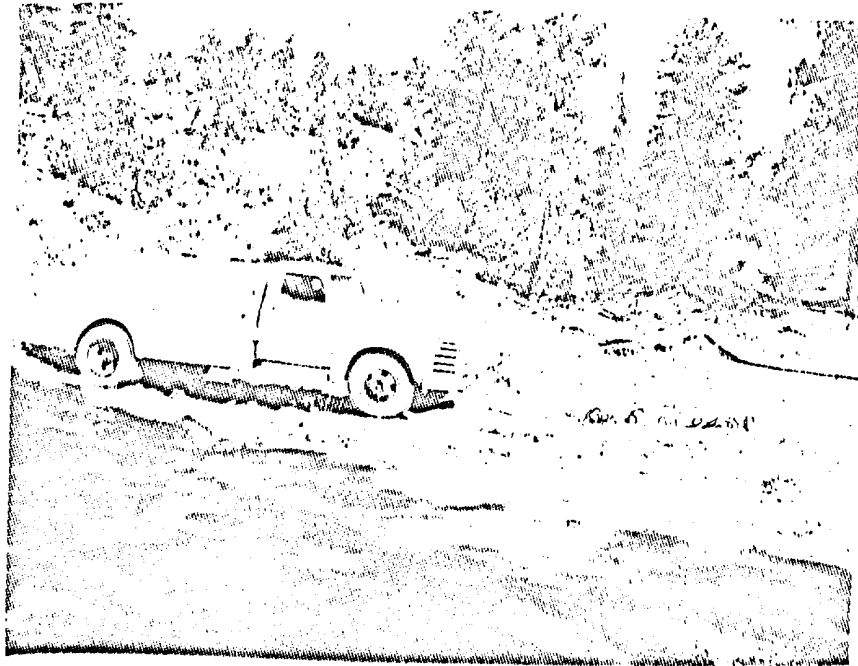
cc: Oil Conservation Commission of New Mexico  
S. O.

JCBedell:apm

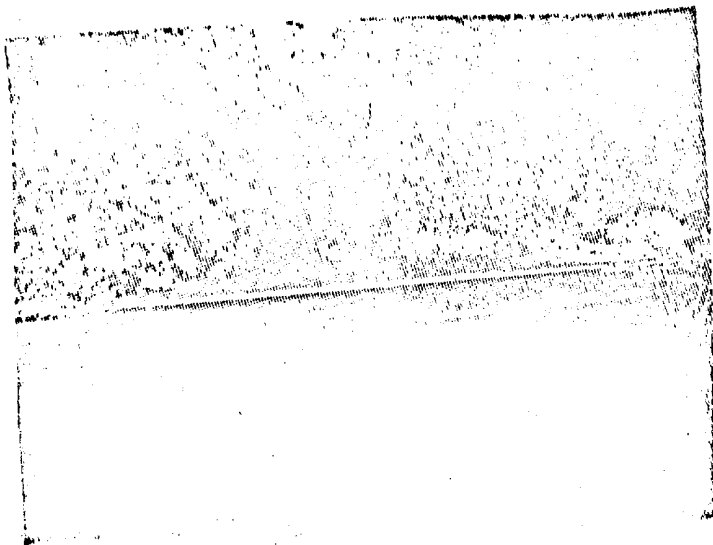




GREVEY #4 DRILL SITE 12/5/77



OLD WATER TRUCK USED DURING DRILLING  
WITH GUY WIRE ATTACHED TO BUMPER





STORAGE TANK AT GREVEY #2