



THE NAVAJO NATION LEGAL DEPARTMENT

Window Rock, Navajo Nation (Arizona) 86515

(602) 871-4941 Ext. 1343 or 1344

PETER MacDONALD
CHAIRMAN, NAVAJO TRIBAL COUNCIL

FRANK E. PAUL
VICE CHAIRMAN, NAVAJO TRIBAL COUNCIL

CLIFFORD J. HOFMANN
DIRECTOR

ATTORNEYS

LYNN TETTERINGTON
ROBERT J. WILSON, JR.
MICHAEL TANG

February 10, 1981

New Mexico Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87501

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RE: Case No. 7124

Application of Caribou Four Corners, Inc.
San Juan County, New Mexico

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Gentlemen:

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Because of a dispute between the Navajo Nation and Conoco Inc., with respect to W 1/2 NW 1/4, Section 13, Township 29 North, Range 15 West, Caribou Four Corners, Inc. has requested that the Navajo Nation and Conoco agree to escrow funds generated by production allocated to Navajo lands.

Conoco has agreed to escrow said funds by a January 27, 1981 letter to the Oil Conservation Division.

Since the amounts in question involve only Conoco's interest in the above area, the Navajo Nation agrees only to allow Conoco to escrow funds pending the resolution of the dispute. Royalties due shall continue to be distributed to the Navajo Nation.

Sincerely,

Signature of Michael Tang
Michael Tang, Staff Attorney
Navajo Tribal Legal Department

MT:dw

cc: Caribou Four Corners
404 N 31 Street
Billings, Montana 59101

Mr. Floyd Radloff
Conoco Inc.
Post Office Box 2197
Houston, Texas 77001

Mr. Sumner Buell
121 East Palace Avenue
Post Office Box 1626
Santa Fe, New Mexico 87501



Floyd E. Radloff
Senior Counsel

Conoco Inc.
P.O. Box 2197
Houston, TX 77001

RECEIVED
FEB 26 1981
OIL CONSERVATION DIVISION
SANTA FE

January 27, 1981

Slawinski

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

Re: Case No. 7124
Application of Caribou Four Corners, Inc.
San Juan County, New Mexico

Gentlemen:

Conoco Inc. owns Navajo Lease 14-20-0603-6358, which covers portions of the following proration units in San Juan County, New Mexico:

Township 29 North, Range 15 West

Section 13: W/2 NW/4

Section 13: E/2 NW/4

Caribou Four Corners, Inc. drilled and completed Kirtland No. 6 in the E/2 NW/4 and Kirtland No. 7 in the W/2 NW/4 and has requested that allowables be assigned to such wells. The validity of Conoco's above-referenced lease has been questioned and Caribou has requested that Conoco and the Navajo Tribe agree to the escrow of funds generated by sale of production allocated to the Navajo Tribal lands in each of said proration units.

This is to advise that Conoco Inc. is willing to participate in a suitable agreement to escrow funds attributable to production allocated to the Navajo lands until the validity of Conoco's lease is resolved.

Very truly yours,

Floyd E. Radloff
Floyd E. Radloff

FER/cb

cc: Caribou Four Corners, Inc.
404 N. 31st Street
Billings, Montana 59101

