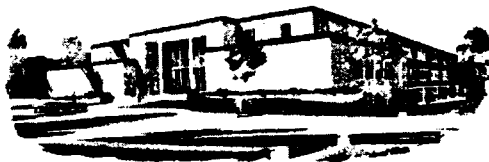


State of New Mexico

#3428



W.R. HUMPHRIES  
COMMISSIONER



Commissioner of Public Lands

P.O. BOX 1148  
SANTA FE, NEW MEXICO 87504-1148

October 2, 1990

Mr. Marc L. Wise  
LYNX Petroleum Consultants, Inc.,  
P.O. Box 1979  
3325 Enterprise Drive  
Hobbs, New Mexico 88241

Re: Eumont Hardy Unit  
1990 Plan of Development

Dear Mr. Wise:

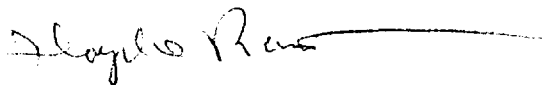
The Commissioner of Public Lands this date approved the 1990 Plan of Development for the Eumont Hardy Unit. Our approval is subject to like approval by all other appropriate agencies.

The possibility of drainage by wells outside of the Unit Area and the need for further development may exist. You will be contacted at a later date regarding these possibilities.

If we may be of further help, please do not hesitate to contact Clyde Langdale at (505) 827-5791.

Sincerely,

W. R. HUMPHRIES

BY: 

Floyd O. Prando, Director  
Oil, Gas & Minerals Division

cc: OCD  
Unit Corresp.  
Unit POD



# GREENHILL PETROLEUM CORPORATION

16010 BARKER'S POINT LANE, SUITE 325  
HOUSTON, TEXAS 77079  
TELEPHONE (713) 870-0606  
FAX (713) 870-1831

Incorporated in Delaware, U.S.A.

GREENHILL PETROLEUM CORPORATION  
SKAGGS GRAYBURG UNIT  
LEA COUNTY, NEW MEXICO

# 3397

## 1989 PLAN OF DEVELOPMENT

### 1988 Production Summary

	<u>1988</u>	<u>Cumulative Since Unit</u>
Oil (mbbls)	19.2	662.4
Gas (mmcf)	24.9	1206.5
Produced water (mbbls)	51.0	1349.9
Injected water (mbbls)	133.0	13609.5

### Well Status

	<u>Active</u>	<u>Shut-In</u>	<u>T.A.</u>	<u>Total</u>
Oil	9	2	1	12
Injection	2	5	0	7
Water Supply	1	1	0	2
Total	12	8	1	21

### 1989 Activities

No development drilling is planned for 1989

### 1988 Activities

Well #17 was plugged and abandoned

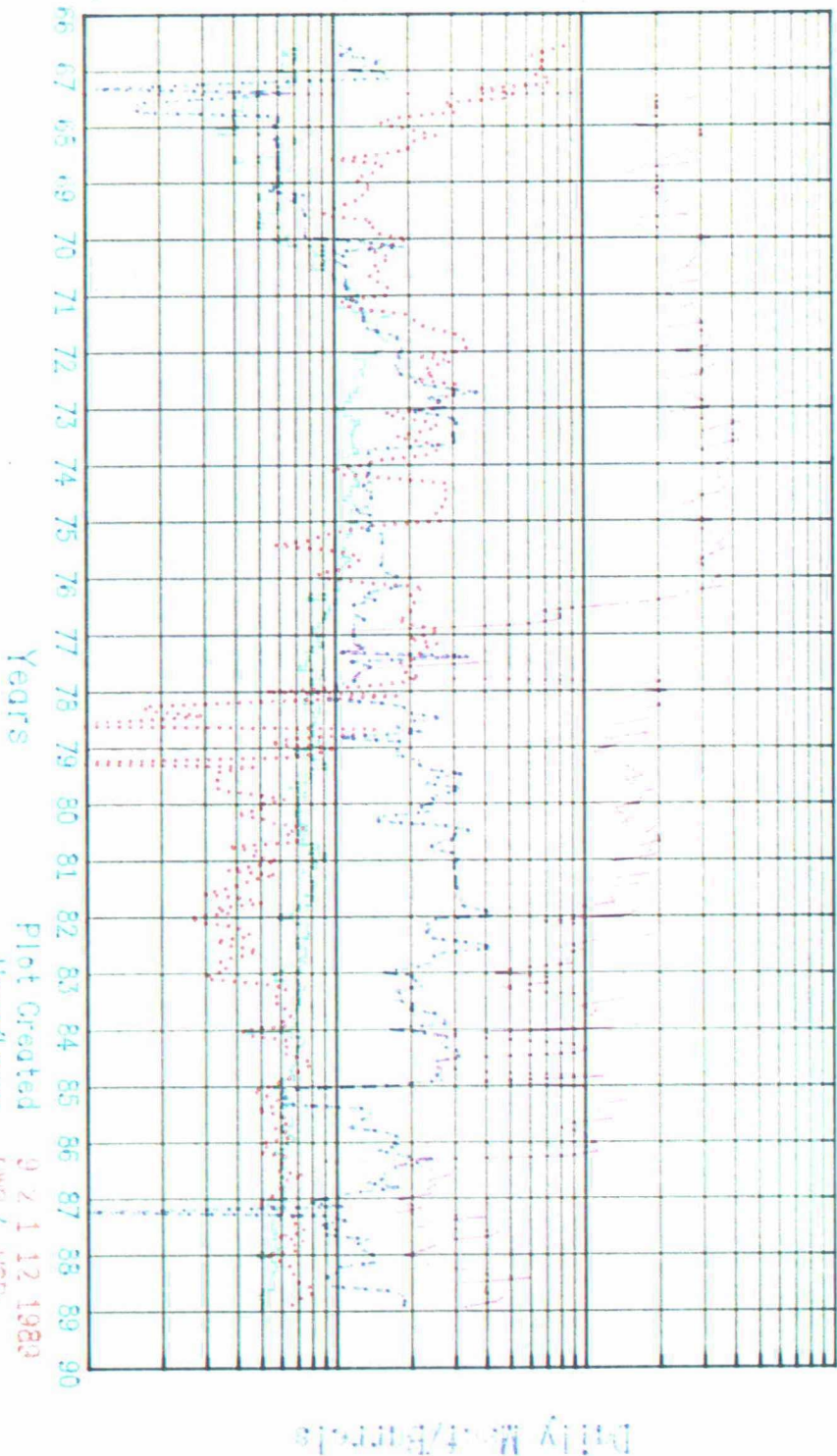
999999 Operator: GREENHILL

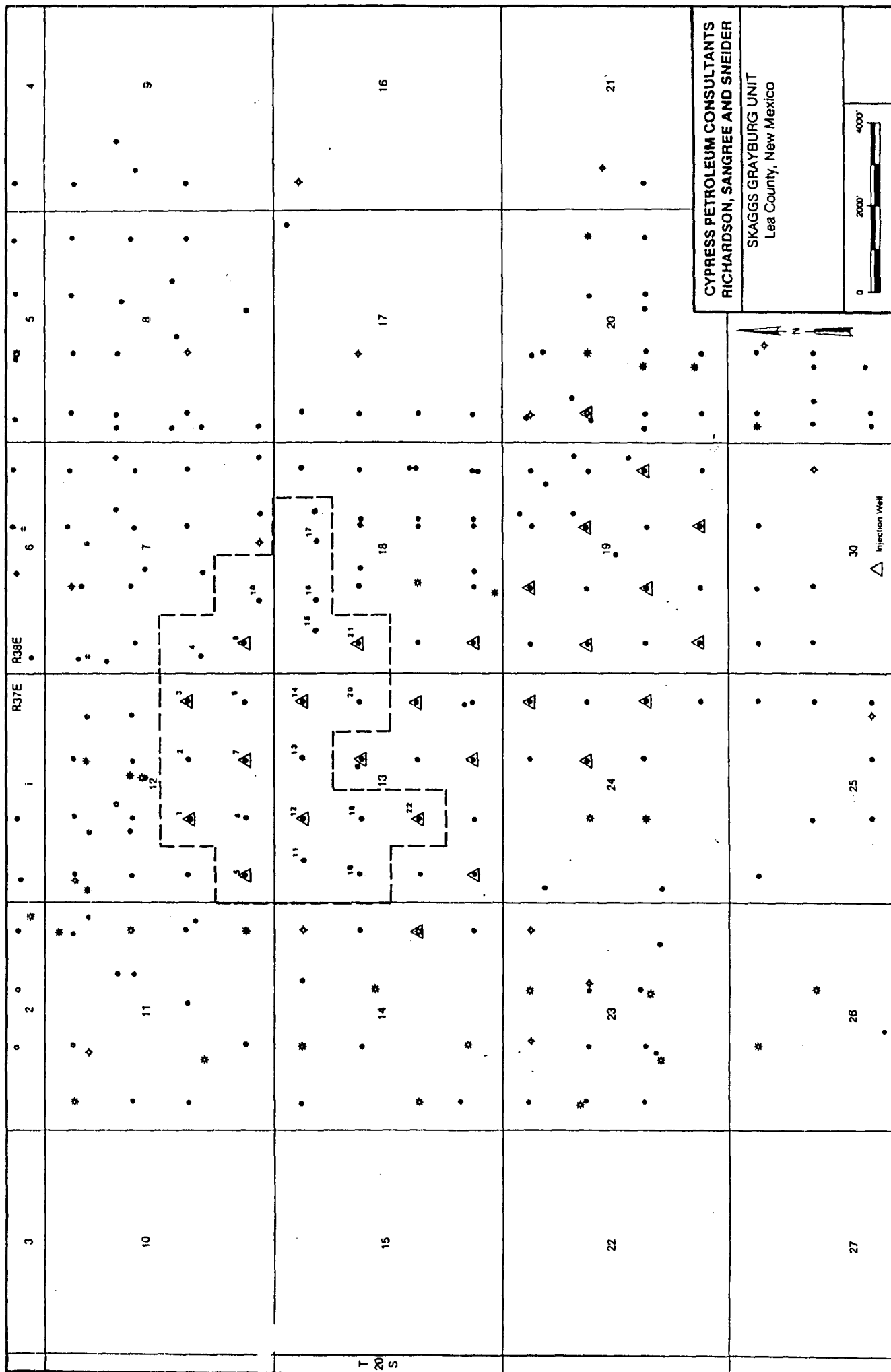
57380 Field: SKAGGS GRAYBURG

399 Reservoir: GRAYBURG

685090 Lease: SKAGGS GRAYBURG UNIT

01-068--Major-TN Last 6 Pts GOR/BPM: 1427.7/700.41







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Incorporated in Delaware, U.S.A.

## GREENHILL PETROLEUM CORPORATION SKAGGS GRAYBURG UNIT LEA COUNTY, NEW MEXICO

### 1989 PLAN OF DEVELOPMENT

#### 1988 Production Summary

	<u>1988</u>	<u>Cumulative Since Unit</u>
Oil (mbbls)	19.2	662.4
Gas (mmcf)	24.9	1206.5
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#### 1989 Activities

No development drilling is planned for 1989

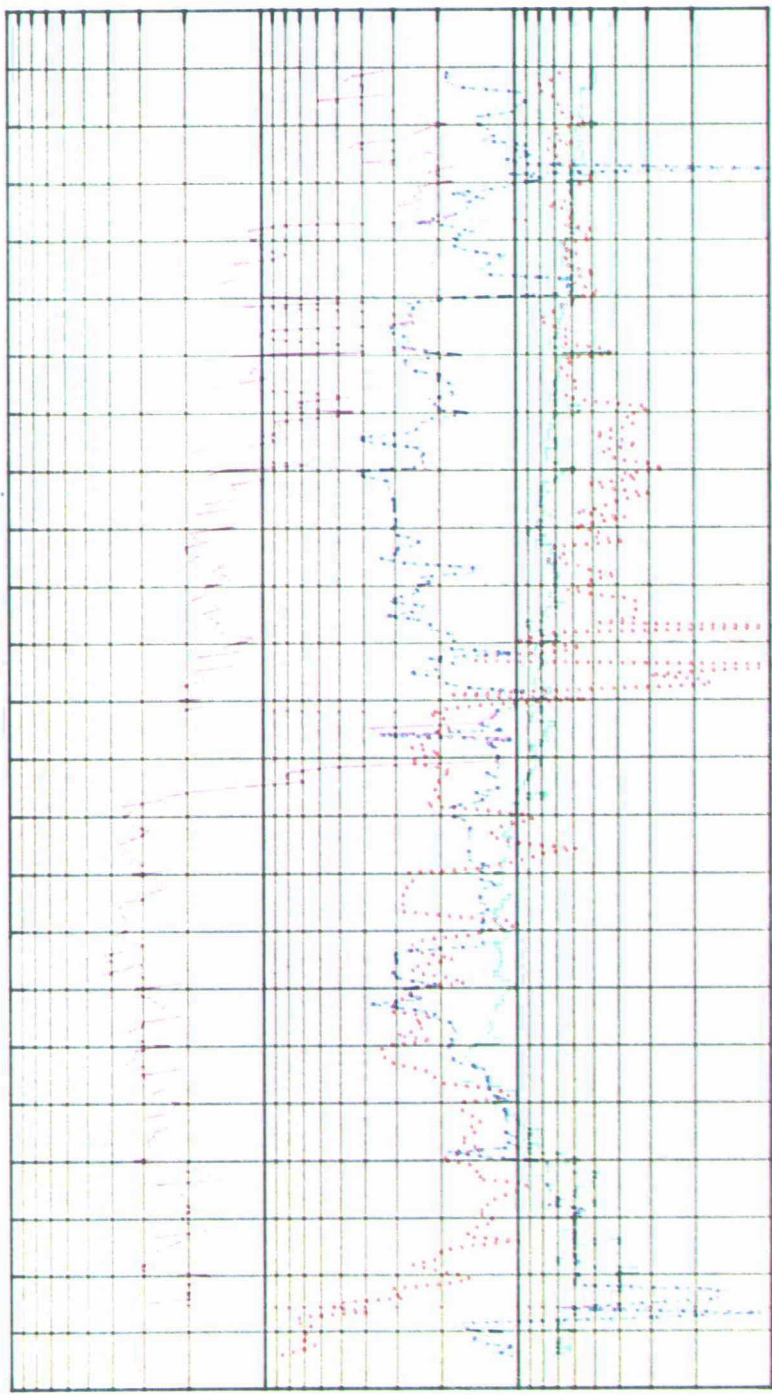
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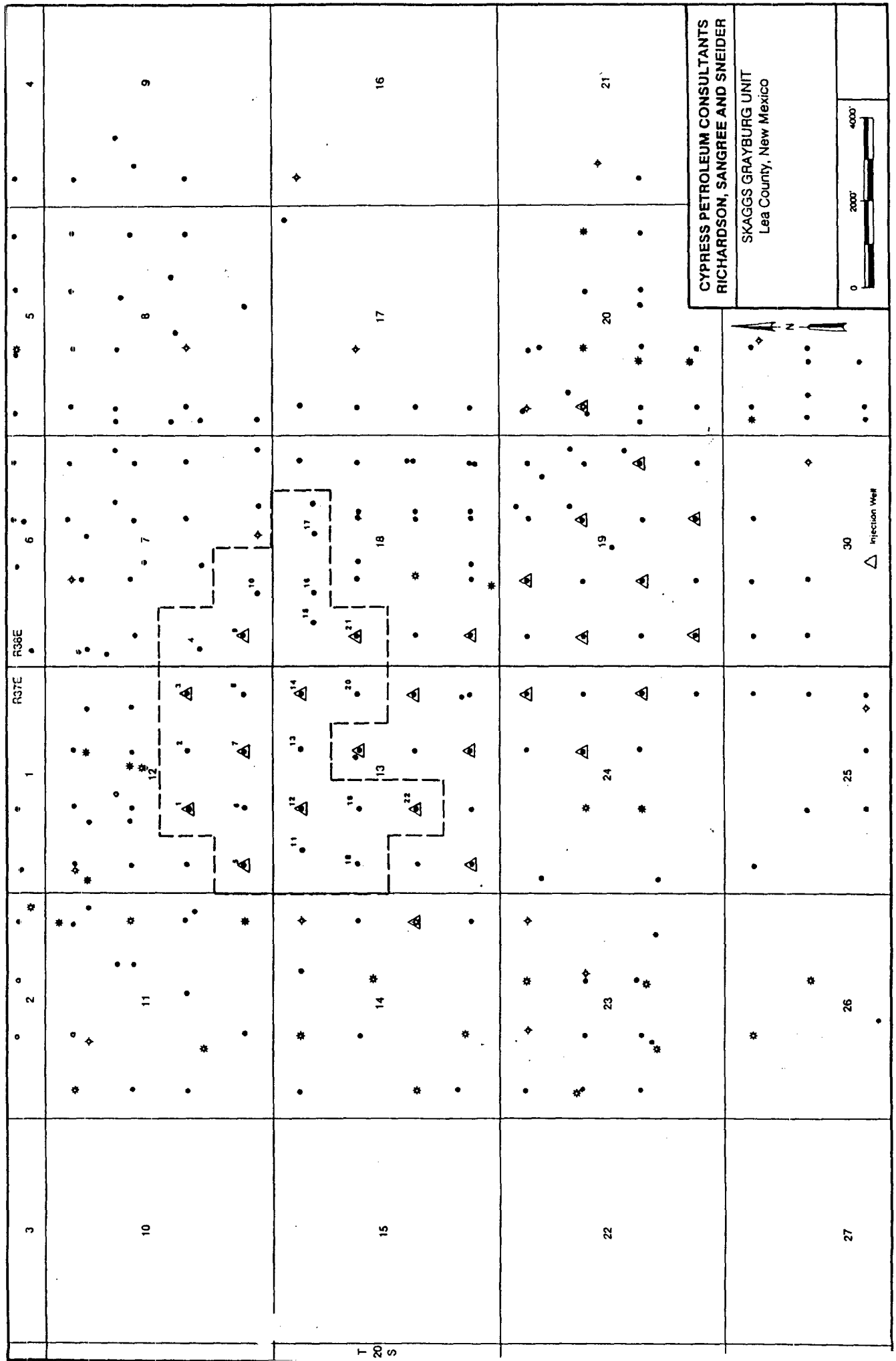
RR Dist: 01  
 County: LEA  
 State: NEW MEXICO  
 Well Count: 10  
 999999 Operator: GREENHILL  
 57380 Field: SKAGGS GRAYBURG  
 999 Reservoir: GRAYBURG  
 685090 Lease: SKAGGS GRAYBURG UNIT

1-1-88 42 BBL / DAY  
 IP/Cumulative 12 MCF / DAY

Oil Gas Water Inj Last 6 Pts GOR/BPM: 1427.77700.41



Plot Created 9/21/12/1989  
 User/Local: EWB/HCB





# GREENHILL PETROLEUM CORPORATION

16010 BARKER'S POINT LANE, SUITE 325  
HOUSTON, TEXAS 77079  
TELEPHONE (713) 870-0606  
FAX (713) 870-1831

Incorporated in Delaware, U.S.A.

May 22, 1989

Oil Conservation Division  
Attn: Roy Johnson  
P. O. Box 2088  
Santa Fe, New Mexico 87504-2088

Re: No. Benson Queen Unit  
Lovington San Andres Unit  
West Lovington Unit  
Lovington Paddock Unit  
Eunice Monument Unit  
✓ Skaggs Grayburg Unit

Gentlemen:

Please find attached 1 original and 1 copy of the 1989 Plan of Development for the above referenced units, operated by Greenhill Petroleum Corporation in Lea and Eddy Counties, New Mexico.

If you have any questions, please call me at (713) 870-0606.

Sincerely,

GREENHILL PETROLEUM CORPORATION



Gene Linton

Production Coordinator

GL/tlc

attachments





# GREENHILL PETROLEUM CORPORATION

16016 BARKER'S POINT LANE SUITE 325  
HOUSTON, TEXAS 77079  
TELEPHONE (713) 870-0606  
FAX (713) 870-1831

Incorporated in Delaware, U.S.A.

March 29, 1989

# 3-577

Oil Conservation Division  
Attn: Roy Johnson  
P. O. Box 2088  
Sante Fe, New Mexico 87504-2088

Re: No. Benson Queen Unit  
Lovington San Andres Unit  
West Lovington Unit  
Lovington Paddock Unit  
Eunice Monument Unit  
Skaggs Grayburg Unit

Gentlemen:

Please find attached a designation of successor unit operator for the above referenced unit agreements. Also attached is a revised exhibit "B" showing current working interest owners and their ownership.

Please note that the No. Benson Queen, Lovington San Andres, West Lovington and Lovington Paddock Units include Federal, State and Fee lands. The successor forms have been sent to the Bureau of Land Management and the Commissioner of Public Lands. The Eunice Monument Unit has State and Fee lands and has been sent to the Commissioner of Public Lands. The Skaggs Grayburg Unit is all Fee lands. The C-104, Change of Operator forms, have been approved by the Hobbs and Artesia District offices.

If you have any questions or require additional information, please call me at (713) 870-0606.

Sincerely,

GREENHILL PETROLEUM CORPORATION

  
Gene Tilton  
Production Coordinator

GL/tlc

Attachments

## EXHIBIT "B"

Page 1 of 2

SKAGGS GRAYBURG UNIT  
LEA COUNTY, NEW MEXICO

(2 working interest owners &  
 (65% Approval Required)

Working Interest Owners% of Unit Participation

Bass Enterprises Production Co. First City Bank Tower 201 Main Street Fort Worth, Texas 76102	.212285
Dick Bench 405 Gihls Tower West Midland, Texas 79701	.106145
Don O. Bomar 300 Mid-America Building Midland, Texas 79701	.106145
Laruth Bomar P. O. Box 9244 Midland, Texas 79708	.106145
Primary Fuels, Inc. 415 West Wall Avenue Wilco Bldg., Suite 1300 Midland, Texas 79701-4410	11.929740
First City National Bank of Midland Trustee, Account No. 20-0550-00 P. O. Box 10966 Midland, Texas 79702-7966	.212285
Helen Greathouse c/o First City National Bank of Midland, Trustee, Acct. 30-1163-00 P. O. Box 10966 Midland, Texas 79702	.212285
James E. Hall P. O. Box 10666 Midland, Texas 79702-7666	.424570
Robert A. Hefner, III 6441 N.W. Grand Boulevard Oklahoma City, Oklahoma 73116	.053070
Hissom Drilling Company Attn: R. J. Hissom P. O. Box 1999 Midland, Texas 79702	1.167580

## EXHIBIT "B"

SKAGGS GRAYBURG UNIT  
LEA COUNTY, NEW MEXICO

PAGE 2 of 2

<u>Working Interest Owners</u>	<u>% of Unit Participation</u>
David L. Morgan 3500 South Sheridan Road Tulsa, Oklahoma 74145	.053070
Mr. Windel M. Gibson RepublicBank First National Midland, Trustee, Rosemary C. Sharp Trust No. 2 P. O. Box 270 Midland, Texas 79702	.212285
B. L. Sweet P. O. Box 1115 Hobbs, New Mexico 88240	7.432040
Wilbur A. Yeager, Jr. Suite 200 Petroleum Building 214 West Texas Midland, Texas 79701	.424570
Greenhill Petroleum Corporation 16010 Barker's Point Lane, Suite 325 Houston, Texas 77079	77.241640
Deborah Smith Bench 5003 Brunswick Circle Midland, Texas 79705	.106145

Designation of successor Unit Operator Skaggs Grayburg Unit Area, County of Lea, State of New Mexico. No. \_\_\_\_\_.

This indenture, dated as of the 29 day of December, 1988, by and between Greenhill Petroleum Corp., hereinafter designated as "First Party", and the owners of unitized working interests, hereinafter designated as "Second Parties."

Witnesseth: Whereas, the Oil Conservation Commission of the State of New Mexico is authorized by law (Chap. 72, Laws of 1935, as amended by Chap. 193, Laws of 1937, Chap. 166, Laws of 1941, and Chap. 168, Laws of 1949), on the 1 day of July, 1965, approve a unit agreement Skaggs Grayburg Unit Area, wherein Texaco Producing Inc. is designated as Unit Operator, and

Whereas said Texaco Producing Inc. has resigned as such Operator<sup>1</sup> and the designation of a successor Unit Operator is now required pursuant to the terms thereof; and

Whereas the First Party has been and hereby is designated by Second Parties as Unit Operator, and said First Party desires to assume all the rights, duties, and obligations of Unit Operator under the said unit agreement:

Now, therefore, in consideration of the premises hereinbefore set forth and the promises hereinafter stated, the First Party hereby covenants and agrees to fulfill the duties and assume the obligations of Unit Operator under and pursuant to all terms of the Skaggs Grayburg unit agreement, and the Second Parties covenant and agree that, effective upon arrival of this indenture by the (Name and Title of authorized officer, OCD) First Party shall be granted the exclusive right and privilege of exercising any and all rights and privileges as Unit Operator, pursuant to the terms and conditions of said unit agreement; said unit agreement being hereby incorporated herein by reference and made a part hereof as fully and effectively as though said unit agreement were expressly set forth in this instrument.

In witness whereof, the parties hereto have executed this instrument as of the date hereinabove set forth.

Jeri T. Guster

Beverly Vogt  
(Witnesses)

(Witnesses)

Greenhill Petroleum Corp.

By: [Signature]  
(First Party)

Texaco Producing Inc.

By: [Signature]  
(Second Party)

APPROVED AS TO:

Contract RRJ

Terms MRM

Form ASP

S. L. Chandler, Attorney-in-Fact

I hereby approve the foregoing indenture designating Greenhill Petroleum Corp. as Unit Operator under the unit agreement for the Skaggs Grayburg Unit Area, this \_\_\_\_ day of \_\_\_\_\_, 19\_\_\_\_.

Authorized officer of the Oil Conservation Division

<sup>1</sup>Where the designation of a successor Unit Operator is required for any reason other than resignation, such reason shall be substituted for the one stated.



# GREENHILL PETROLEUM CORPORATION

16010 BARKER'S POINT LANE, SUITE 325  
HOUSTON, TEXAS 77079  
TELEPHONE (713) 870-0606  
FAX (713) 870-1831

Incorporated in Delaware, U.S.A.

January 19, 1989

Skaggs-Grayburg Unit Working Interest Owners  
(Addressee List Attached)

Re: Skaggs-Grayburg Unit Sale Notification and Change  
of Operator

Gentlemen:

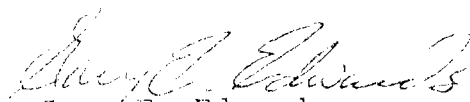
Effective November 1, 1988, Texaco Inc. ("Texaco") is selling all of its interests in and to the captioned property to Greenhill Petroleum Corporation ("Greenhill"), 16010 Barker's Point Lane, Suite 325, Houston, Texas 77079.

Greenhill is succeeding Texaco as the new Operator. If you approve of Greenhill as the successor Operator of the captioned Unit, please so signify by signing in the space provided below and returning a copy of this letter to the undersigned.

You will continue to receive billings from Texaco for costs incurred during the period from the November 1, 1988 effective date through December 29, 1988, the closing date. Costs incurred after the closing will be billed by Greenhill.

If you have any questions or comments, please feel free to call the undersigned at (713) 870-0606.

Yours very truly,

  
Gary E. Edwards  
Land Manager

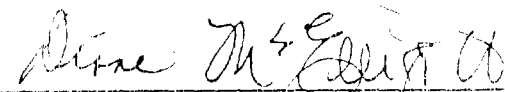
GEE:89609bv

Enclosures

The undersigned hereby approves of Greenhill Petroleum Corporation becoming the successor Operator to Texaco as described above.

First City National Bank of Midland,

COMPANY: Trustee, Account No. 20-0550-C0

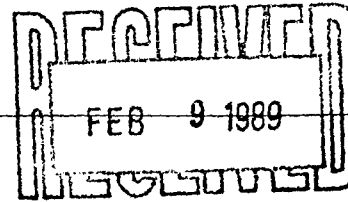
By:   
Title: Vice-President and Trust Officer  
February 2, 1989



# GREENHILL PETROLEUM CORPORATION

16010 BARKER'S POINT LANE, SUITE 325  
HOUSTON, TEXAS 77079  
TELEPHONE (713) 870-0606  
FAX (713) 870-1831

Incorporated in Delaware, U.S.A.



January 19, 1989

Skaggs-Grayburg Unit Working Interest Owners  
(Addressee List Attached)

JAN 23 1989  
RECEIVED

Re: Skaggs-Grayburg Unit Sale Notification and Change  
of Operator

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Yours very truly,

Gary E. Edwards  
Land Manager

GEE:89609bv

Enclosures

The undersigned hereby approves of Greenhill Petroleum Corporation becoming the successor Operator to Texaco as described above.

COMPANY: \_\_\_\_\_

By: \_\_\_\_\_

Title: \_\_\_\_\_



# GREENHILL PETROLEUM CORPORATION

16010 BARKER'S POINT LANE, SUITE 325  
HOUSTON, TEXAS 77079  
TELEPHONE (713) 870-0606  
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Incorporated in Delaware, U.S.A.

January 19, 1989

Skaggs-Grayburg Unit Working Interest Owners  
(Addressee List Attached)

Re: Skaggs-Grayburg Unit Sale Notification and Change  
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If you have any questions or comments, please feel free to call the undersigned at (713) 870-0606.

Yours very truly,

Gary E. Edwards  
Land Manager

GEE:89609bv

Enclosures

The undersigned hereby approves of Greenhill Petroleum Corporation becoming the successor Operator to Texaco as described above.

COMPANY: Bill L. Jurek, oil producer ✓

By: Bill L. Jurek  
Title: owner

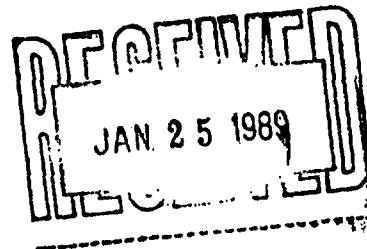


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January 19, 1989



Skaggs-Grayburg Unit Working Interest Owners  
(Addressee List Attached)

Re: Skaggs-Grayburg Unit Sale Notification and Change  
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Yours very truly,

Gary E. Edwards  
Land Manager

GEE:89609bv

Enclosures

The undersigned hereby approves of Greenhill Petroleum Corporation becoming the successor Operator to Texaco as described above.

COMPANY: PRIMARY FUELS INC.

By: Kenneth A. Harbin  
Title: Vice-President



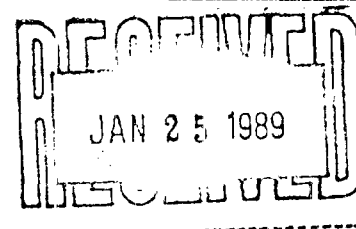


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January 19, 1989



Skaggs-Grayburg Unit Working Interest Owners  
(Addressee List Attached)

Re: Skaggs-Grayburg Unit Sale Notification and Change  
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Yours very truly,

Gary E. Edwards  
Land Manager

GEE:89609bv

Enclosures

The undersigned hereby approves of Greenhill Petroleum Corporation becoming the successor Operator to Texaco as described above.

Helen Greathouse, c/o First City National Bank

COMPANY: of Midland, Trustee Account 30-1163-00

By:

Title: Diane McElligott, Vice-President and  
Trust Officer

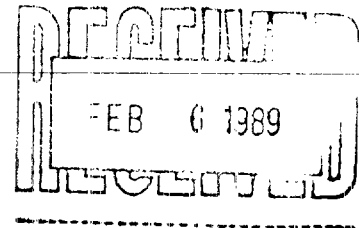


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TELEPHONE (713) 870-0606  
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Incorporated in Delaware, U.S.A.

January 19, 1989



Skaggs-Grayburg Unit Working Interest Owners  
(Addressee List Attached)

Re: Skaggs-Grayburg Unit Sale Notification and Change  
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Gentlemen:

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Yours very truly,

Gary E. Edwards  
Land Manager

GEE:89609bv

Enclosures

The undersigned hereby approves of Greenhill Petroleum Corporation becoming the successor Operator to Texaco as described above.

NCHB TEXAS NATIONAL BANK, Trustee

COMPANY: for Trust 1492

By: W. H. Bolch

Title: W. H. BOLCH, VICE PRESIDENT & MANAGER TRUST OIL & GAS



# GREENHILL PETROLEUM CORPORATION

16010 BARKER'S POINT LANE, SUITE 325  
HOUSTON, TEXAS 77079  
TELEPHONE (713) 870-0606  
FAX (713) 870-1831

Incorporated in Delaware U.S.A.

January 19, 1989

RECEIVED JAN 30 1989

Skaggs-Grayburg Unit Working Interest Owners  
(Addressee List Attached)

Re: Skaggs-Grayburg Unit Sale Notification and Change  
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Gentlemen:

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If you have any questions or comments, please feel free to call the undersigned at (713) 870-0606.

Yours very truly,

Gary E. Edwards  
Land Manager

GEE:89503bv

Enclosures

The undersigned hereby approves of Greenhill Petroleum Corporation becoming the successor Operator to Texaco as described above.

COMPANY: D. L. MORGAN COMPANY

By: David L. Morgan  
Title: Owner



# GREENHILL PETROLEUM CORPORATION

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HOUSTON, TEXAS 77079  
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FAX (713) 870-1831

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January 19, 1989

RECEIVED JAN 30 1989

Skaggs-Grayburg Unit Working Interest Owners  
(Addressee List Attached)

Re: Skaggs-Grayburg Unit Sale Notification and Change  
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Yours very truly,

Gary E. Edwards  
Land Manager

GEE:89609bv

Enclosures

The undersigned hereby approves of Greenhill Petroleum Corporation becoming the successor Operator to Texaco as described above.

COMPANY: Bass Enterprises Production Co.

By:   
Title: Vice President

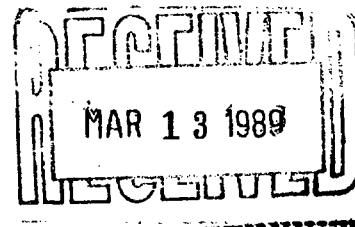


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January 19, 1989



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(Addressee List Attached)

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Yours very truly,

Gary E. Edwards  
Land Manager

GEE:89609bv

Enclosures

The undersigned hereby approves of Greenhill Petroleum Corporation becoming the successor Operator to Texaco as described above.

COMPANY: \_\_\_\_\_

By: Laruth Bomar  
Title: \_\_\_\_\_

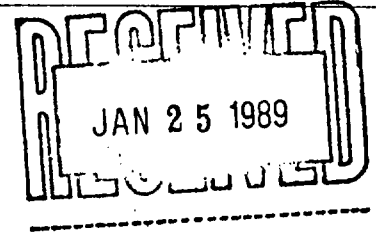


# GREENHILL PETROLEUM CORPORATION

Incorporated in Delaware, U.S.A.

16010 BARKER'S POINT LANE, SUITE 325  
HOUSTON, TEXAS 77079  
TELEPHONE (713) 870-0606  
FAX (713) 870-1831

January 19, 1989



Skaggs-Grayburg Unit Working Interest Owners  
(Addressee List Attached)

Re: Skaggs-Grayburg Unit Sale Notification and Change  
of Operator

Gentlemen:

Effective November 1, 1988, Texaco Inc. ("Texaco") is selling all of its interests in and to the captioned property to Greenhill Petroleum Corporation ("Greenhill"), 16010 Barker's Point Lane, Suite 325, Houston, Texas 77079.

Greenhill is succeeding Texaco as the new Operator. If you approve of Greenhill as the successor Operator of the captioned Unit, please so signify by signing in the space provided below and returning a copy of this letter to the undersigned.

You will continue to receive billings from Texaco for costs incurred during the period from the November 1, 1988 effective date through December 29, 1988, the closing date. Costs incurred after the closing will be billed by Greenhill.

If you have any questions or comments, please feel free to call the undersigned at (713) 870-0606.

Yours very truly,

Gary E. Edwards  
Land Manager

GEE:89609bv

Enclosures

The undersigned hereby approves of Greenhill Petroleum Corporation becoming the successor Operator to Texaco as described above.

COMPANY: Robert A. Hefner III

By: Phyllis Juan Bennett 1-25-89  
Title: Landman

State of New Mexico  
Oil Conservation Commission

P. O. BOX 2088  
SANTA FE

May 4, 1966

Mr. Booker Kelly  
White, Gilbert, Koch & Kelly  
Attorneys at Law  
Post Office Box 787  
Santa Fe, New Mexico

Re: Case No. 3397  
Order No. R-3062  
Applicant:

TEXACO INC.

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.

A. L. PORTER, Jr.  
Secretary-Director

ALP/ir

Carbon copy of order also sent to:

Hobbs OCC     x    

Artesia OCC

Aztec OCC

Other \_\_\_\_\_