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To: Mr Alox J. Armijo Commissioner of Public Landgul 17

From: Lazaro Larry Garcia Fieldman II

STANTA FE. H. M.

Subject: GO-689, Lessee Santiago Martinez of Bueyeros Rt, Clayton, New Mexico.88415.

Reference: Field inspection with regards to damages to land.

Subject lease covers the following described lands:

Section 2, Twp 21 N, Range 31 East,..........636.40 Acres.

Field inspection was made as per your request. Land is located about 13 miles northeast of Bueyeros in ${}^{\rm H}$ arding County, New Mexico.

Access to oil well drilling site is fair but difficult to the rest of the land, with canyons and steep slopes, there are some portions of flat land on top of mesa, vegetation consists of blue grama grass, yucca and juniper brush and trees, some dirt dams provide water for livestock when it rains, carrying Capacity is 10 head.

A well has been drilled on the NEZNEZ of subject land by Amoco Production Co. of Forth Worth, Texas under Oil And Gas Lease No. L,5739 dated May 1,1971 (information obtained from recrds held by grazing lessee) depth of well is 2500 feet deep, and drilling has been successful as per information obtained from drilling employees at drilling site.

- Mr Martinez (Grazing Lessee) complains.
 1. That 35 head of sheep and lambs disappeared from the drilling site area last April because of noise and activity from drilling.

 2. Dirt dam lying south and next to drilling area will not hold much water because pad on well site is on the way of runoff to
- 3. That approximate 2 or more acres will not be grazed because of damage to land by drilling site and road leading to well, that road to drilling site was not built as had been agreed by

both parties, failure of drainage of road bed.

4. That cattle guards have not been placed at entrance to state land by Amoco Co, and that waste pits had not been fenced, that Mr Martinez had fenced pits so that his livestock will not drink contaminated water.

Mr.Martinez has in his possession Check No.48387 dated April 8, 1974 in the amount of \$150.00 paid by Amoco Production Co, in payment of damages to land incurred in the costruction of drilling site and damages to road in connection with the drilling and completion of the STATE "FE" WELL NO.1.NEWNEW, Sec 2.T21N, R31E, Harding County New Mexico.

Mr. Martinez stated that he would not acknowledge payment until Amoco Co. complies with the above mentioned matters.

I suggested to Mr Martinez that both parties should settled their differences due to the fact that Amoco Co. has a contract with Mr Martinez for drilling on his private land.

I recommend that Amoco Co. place cattle guard because it is needed to keep livestock inside state land, that drainage ditches be constucted on road, that drilling site not used by Co.be reseeded with grass and fence be built around waste pits.

I am submitting this report subject to your approval.

Respectfully Submitted.

Again dany Baria

Lazaro Larry Garcia

Fieldman II

Note.Mr Martinez will be in Land Office July 17 or 18,1974.

