JUVISION

TEMPLEMAN AND CRUTCHFIELD

A Professional Corporation

SECOND FLOOR, REED-McCRORY BUILDING

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LOVINGTON, NEW MEXICO 88260

August 3, 1990

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

JAMES E. TEMPLEMAN

C.BARRY CRUTCHFIELD

Oil Conservation Division State of New Mexico Energy and Minerals Department Post Office Box 2088 State Land Office Building Santa Fe, NM 87501

Oil Conservation Division Post Office Box 1980 Hobbs, NM 88240

Re: In the Matter of the Application of Circle Ridge Production, Inc.

Case 10088

To Whom It May Concern:

This firm represents E. P. Caudill, Incorporated. Please find enclosed Objections of Landowner To Secondary Recovery In Pipeline regarding the above captioned matter.

Thank you.

Sincerely,

TEMPLEMAN AND CRUTCHFIELD

By: Ollifoxluft

for ϕ . Barry Crutchfield

CBC/bb Encl/as stated

xc/ Mr. James Davis w/encl

Mr. Jerry Caudill w/encl

OIL CONSERVATION DIVISION STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT

IN THE MATTER OF THE APPLICATION OF CIRCLE RIDGE PRODUCTION, INC.

Case 10088

OBJECTIONS OF LANDOWNER TO SECONDARY RECOVERY IN PIPELINE

COMES NOW E. P. Caudill, Incorporated, by and through its attorneys, Templeman and Crutchfield of Lovington, New Mexico, and states:

I.

That E. P. Caudill, Incorporated is the owner of land upon which said requested secondary recovery operation is sought for the transportation by pipeline and injection of production water and salt water by applicant. That E. P. Caudill, Incorporated objects to said authorization and hereby requests a hearing on the matter.

II.

That applicant Circle Ridge Production, Inc. is the operator of certain oil wells located upon property of E. P. Caudill, Incorporated. That said Circle Ridge Production, Inc. has failed and refused to abide by and comply with the requirements of the Oil Conservation Division and reasonable and prudent operations upon such property. That requested authorization herein will allow further destruction, waste, and unreasonable use by applicant of land of E. P. Caudill, Incorporated.

TTT.

That applicant has constructed an aboveground pipeline without

authorization nor permission across the surface rights of E. P. Caudill, Incorporated such that Circle Ridge Production, Inc. is a trespasser to the rights of E. P. Caudill, Incorporated. That in addition thereto, such constructed pipeline is of poor workmanship and is already leaking thereby damaging the surface of the property of the pipeline location.

WHEREFORE, the undersigned hereby objects to the Application for Secondary Recovery and requests a hearing on the matter as soon as possible.

TEMPLEMAN AND CRUTCHFIELD 2nd Floor, Reed McCrory Building Lovington, New Mexico 88260 (505) 396-4927

Bv:\

G. BARRY CRUTCHFIELD
by James E. Templeman

Attorneys for E. P. Caudill,

Incorporated

I hereby certify that I mailed a copy of the foregoing instrument to Mr. James Davis, Post Office Box 636, Hobbs, NM 88240, this and day of August, 1990.

C. BARRY CRUTCHFIELD

by James E. Templeman