

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION



GARREY CARRUTHERS  
GOVERNOR

POST OFFICE BOX 2086  
STATE LAND OFFICE BUILDING  
SANTA FE NEW MEXICO 87501  
(505) 827-5800

July 31, 1987

Mesa Grande Resources, Inc.  
1200 Philtower Building  
Tulsa, OK 74103

Attention: Kathy Michael, Landman

RE: Division Order No. R-8287 Entered in Case  
No. 8963.

Dear Ms. Michael:

Per your letter dated July 28, 1987, I have reviewed this matter further and found that the employee responsible for denying your request for a time extension was in error. Your request for a third extension of time in which to begin the well on the unit pooled by said order until August 1, 1987 is justified and is thereby approved. Please disregard our letter of July 22, 1987.

I apologize for this oversight and any inconvenience it has caused.

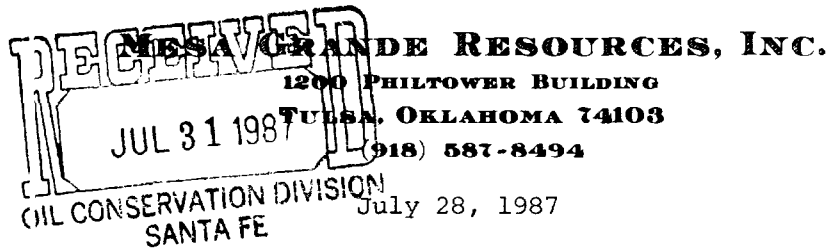
Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay", with a long, sweeping horizontal line extending to the right.

William J. LeMay  
Director

WJL/MES/ag

cc: OCD - Aztec  
Case No. 8963  
Michael E. Stogner



Mr. William J. LeMay, Director  
Energy and Minerals Department  
Oil Conservation Division  
Post Office Box 2088  
State Land Office Building  
Santa Fe, New Mexico 87501

Re: Division Order No. R-8287,  
Case No. 8963  
Rio Arriba County, New Mexico


Dear Mr. LeMay:

In response to your letter dated July 22, 1987, I am enclosing copies of all correspondence between the Commission and Mesa Grande Resources, Inc. regarding extensions of the subject Order.

As you can see, Order No. R-8287 had been extended to June 1, 1987, and our request for further extension was made prior to the expiration of the Order. Our application to reopen the case was made, not because the Order had expired, but because there were additional parties to be force pooled as explained in our letter to you dated March 3, 1987. Before the hearing date these parties voluntarily joined and the case was dismissed.

Therefore, we respectfully request that you reconsider our petition for extension. Inasmuch as the well has now been drilled, there will be no further such requests.

Very truly yours,



Kathy Michael  
Landman

KM:dw  
Enclosures

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION



GARREY CARRUTHERS  
GOVERNOR

POST OFFICE BOX 2088  
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SANTA FE, NEW MEXICO 87501  
(505) 827-5800

July 22, 1987

Mesa Grande Resources, Inc.  
1200 Philtower Building  
Tulsa, OK 74103

Attention: Kathy Michael, Landman

RE: Division Order No. R-8287 Entered in Case  
No. 8963

Dear Ms. Michael:

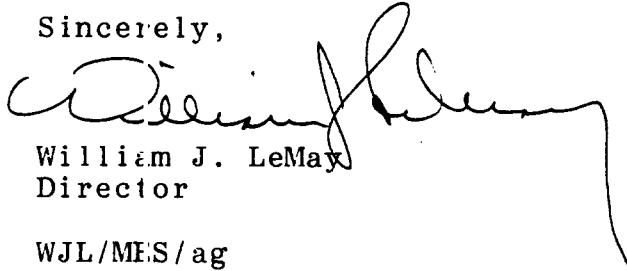
The subject order dated August 28, 1986 force pooled all mineral interests in the Gavilan-Mancos and Gavilan Greenhorn-Graneros-Dakota Oil pools underlying the W/2 of Section 16, Township 25 North, Range 2 West, NMPPM, Rio Arriba County, New Mexico, forming (at that time) a standard 320-acre oil spacing and proration unit for both pools, to be dedicated to a well to be drilled at an unorthodox oil well location 1035 feet from the South line and 1125 feet from the West line of said Section 16. This order also contained a provision for the operator to commence the drilling of the well on or before November 30, 1986 after which time the order would become null and void, unless a time extension from the Division was granted.

These time extensions are only granted prior to the expiration date and only after good cause shown.

In this particular matter you not only requested the time extension 6 months following the expiration date, but you also requested it following the dismissal (at Mesa Grande's request) of "Reopen" Case No. 8963, to consider force pooling the same acreage because the original order had expired (see Application of Mesa Grande Resources, Inc. to reopen Case No. 8963, dated April 3, 1987).

Your request for a time extension of R-8287 is hereby  
denied.

Sincerely,

A handwritten signature in dark ink, appearing to read 'William J. LeMay', with a long, sweeping horizontal stroke extending to the right.

William J. LeMay  
Director

WJL/MES/ag

cc: CCD - Aztec  
Case No. 8963  
Jeff Taylor  
James Bruce



**MESA GRANDE RESOURCES, INC.**  
1200 PHILTOWER BUILDING  
TULSA, OKLAHOMA 74103  
(918) 587-8494

July 10, 1987

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

Attention: William J. Lemay

Re: Order No. R-8287, Case No. 8963  
Rio Arriba County, New Mexico  
Our Files NM-6300, NM-6416

Gentlemen:

On May 29, 1987, Mesa Grande Resources, Inc. wrote to you requesting an extension of the captioned order pooling all mineral interests in the  $W\frac{1}{2}$  of Section 16, T25N-R2W, NMPM, in the Gavilan Mancos and Gavilan Greenhorn-Graneros-Dakota Oil Pools. To date we have not received your response to this request.

Our commencement of the well was delayed in part, pending an order of the Commission establishing permanent pool rules. However, the well has now been spudded, and we would appreciate your response advising us that the order has been extended.

We will appreciate your immediate attention to this matter.

Very truly yours,

Kathy Michael  
Landman

KM:dv

cc: Reading & Bates Petroleum Co.  
Eric Koelling

HINKLE, COX, EATON, COFFIELD & HENSLEY

ATTORNEYS AT LAW

218 MONTEZUMA

POST OFFICE BOX 2068

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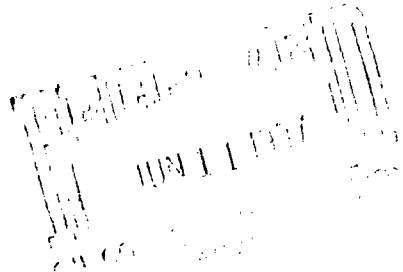
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JOE W. WOOD  
STEPHEN L. ELIOTT

CLARENCE E. HINKLE (1904-1991)  
W. C. BONDURANT, JR. (1913-1973)  
ROBERT A. STONE (1905-1981)

\*NOT LICENSED IN NEW MEXICO

June 9, 1987



Mr. William J. LeMay, Director  
Oil Conservation Division  
Post Office Box 2088  
Santa Fe, New Mexico 87504

Dear Mr. LeMay:

Please cancel Case Nos. 9107 and 8963 (reopened). Thank you.

Very truly yours,

HINKLE, COX, EATON,  
COFFIELD & HENSLEY

  
James Bruce

JGB:jr

DR

# HINKLE, COX, EATON, COFFIELD & HENSLEY

ATTORNEYS AT LAW

218 MONTEZUMA

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JOE W. WOOD  
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W. E. BONDURANT, JR. (1913-1973)  
ROBERT A. STONE (1905-1981)

\*NOT LICENSED IN NEW MEXICO

June 1, 1987

Mr. William LeMay, Director  
Oil Conservation Division  
State Land Office Building  
Santa Fe, New Mexico 87501

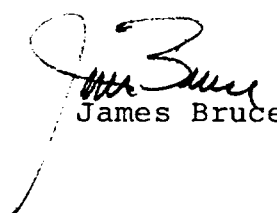
HAND DELIVERED

Dear Mr. LeMay:

Please continue Case Nos. 9107 and 8963 (reopened) to the  
July 1, 1987 Examiner Hearing.

Very truly yours,

HINKLE, COX, EATON,  
COFFIELD & HENSLEY

  
James Bruce

JGB:jr

RECEIVED  
JUN - 2 1987

**MESA GRANDE RESOURCES, INC.**  
**1200 PHILTOWER BUILDING**  
**TULSA, OKLAHOMA 74103**  
**(918) 587-8494**

May 29, 1987

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

Attention: William J. Lemay

Re: Order No. R-8287, Case No. 8963  
Rio Arriba County, New Mexico

Gentlemen:

In the captioned Order dated August 28, 1986, the Commission ordered the pooling of all mineral interests in the W/2 of Section 16, T25N-R2W, NMPM, in the Gavilan Mancos and Gavilan Greenhorn-Graneros-Dakota Oil Pools.

Inasmuch as the well authorized by this Order will be affected by the decision rendered in the recently-held Gavilan Mancos Pool hearings to establish permanent pool rules, we hereby request an extension of Order No. R-8287 until sixty (60) days after such decision is rendered or until sixty (60) days after the effective date of such decision, whichever is the later.

We appreciate your consideration in this matter and look forward to hearing from you soon.

Very truly yours,



Kathy Michael  
Landman

KM:dw



STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION



GARREY CARRUTHERS  
GOVERNOR

May 12, 1987

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87501  
(505) 827-5800

Mesa Grande Resources, Inc.  
1200 Philtower Building  
Tulsa, Ok. 74103

Attention: Kathy Michael

Re: Case 8963 and 8964,  
Orders R-8287 and R-8288

Dear Ms. Michael:

Your letters dated March 3, 1987 were timely received but not very timely handled to conclusion. The extension of time requested, until June 1, in Case 8963 and until August 1 in Case 8964 to commence the wells are hereby approved.

Sincerely,

*for*   
WILLIAM J. LEMAY,  
Director

WJL/VTL/dr

HINKLE, COX, EATON, COFFIELD & HENSLEY

ATTORNEYS AT LAW

218 MONTEZUMA

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CLARENCE E. HINKLE (90-1985)  
W. E. BONDURANT, JR. (91-1973)  
ROBERT A. STONE (90-1981)

\*NOT LICENSED IN NEW MEXICO

April 28, 1987

APR 30 1987

William LeMay, Director  
Oil Conservation Division  
Post Office Box 2088  
Santa Fe, New Mexico 87504-2088

Dear Mr. LeMay:

Please continue Case Nos. 9107 and 8963 to the June 3, 1987  
Examiner hearing.

Thank you.

Very truly yours,

HINKLE, COX, EATON,  
COFFIELD & HENSLEY

*James Bruce*  
James Bruce

JGB:jr

HINKLE, COX, EATON, COFFIELD & HENSLEY

ATTORNEYS AT LAW

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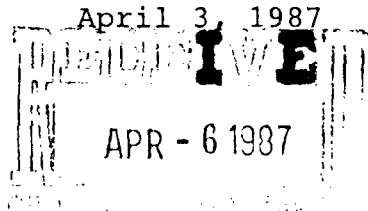
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ROBERT A. STONE (1905-1981)

\*NOT LICENSED IN NEW MEXICO



Mr. William J. LeMay, Director  
New Mexico Oil Conservation Division  
Post Office Box 2088  
Santa Fe, New Mexico 87504

Re: Mesa Grande Resources, Inc.  
applications for forced pooling

Dear Mr. LeMay:

Please continue Case No. 9107 and Case No. 8963 (reopened) to the May 6, 1987 Examiner hearing. Also, please dismiss Case No. 8964 (reopened).

With respect to Case No. 8963 (reopened), enclosed is an amended application regarding that matter.

Thank you.

Very truly yours,

HINKLE, COX, EATON,  
COFFIELD & HENSLEY

*James Bruce*  
James Bruce

JGB:jr  
Enclosure

*no changes  
in advertisement*

HINKLE, COX, EATON, COFFIELD & HENSLEY

ATTORNEYS AT LAW

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MACDONELL GORDON  
REBECCA J. NICHOLS  
PAUL I. NEWTON  
WILLIAM P. JOHNSON\*  
CHRISTOPHER S. RAY

March 16, 1987

OF COUNSEL  
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O. M. CALHOUN  
MACK EASLEY  
JOE W. WOOD  
STEPHEN L. ELLIOTT

CLARENCE E. HINKLE (1901-1985)  
W. E. BONDURANT, JR. (1913-1973)  
ROBERT A. STONE (1919-1981)

\*NOT LICENSED IN NEW MEXICO

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MAR 16 1987

OIL CONSERVATION DIVISION

Mr. William J. LeMay, Director  
Oil Conservation Division  
State Land Office Building  
Santa Fe, New Mexico 87501

HAND DELIVERED

Re: Case Nos. 9106, 9107,  
8963 (reopened), and  
8964 (reopened)

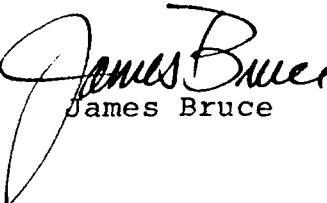
Dear Mr. LeMay:

Please continue the above cases to the April 8, 1987  
examiner hearing.

Thank you.

Very truly yours,

HINKLE, COX, EATON,  
COFFIELD & HENSLEY

  
James Bruce

JGB:jr

**MESA GRANDE RESOURCES, INC.**

**1200 PHILTOWER BUILDING**

**TULSA, OKLAHOMA 74103**

**(918) 587-8494**

March 3, 1987

EXPRESS MAIL

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

Attention: William J. Lemay

Re: Order No. R-8287  
Case No. 8963  
Rio Arriba County, New Mexico

Gentlemen:

In the captioned Order dated August 28, 1986, the Commission ordered the pooling of all mineral interests in the W/2 of Section 16, T25N-R2W, in the Cavilan Mancos and Gavilan Greenhorn-Graneros-Dakota Oil Pools. The well authorized under this Order was to have been commenced not later than November 30, 1986, and by letter dated November 25, 1986, the Order was extended until March 1, 1987.

Mesa Grande Resources, Inc., the designated operator, has been unable to commence a well in the W/2 of Section 16, T25N-R2W because muddy roads and bad weather have prevented the movement of equipment. In addition, not all parties have joined in the Operating Agreement and a second compulsory pooling case has been scheduled.

Therefore, Mesa Grande Resources, Inc. respectfully requests an additional extension of time of ninety (90) days within which to commence our well.

We will appreciate your consideration in this matter and will look forward to hearing from you soon.

Very truly yours,



Kathy Michael  
Landman

KM:dw

cc: Phantom #1 Well File