

CAMPBELL & BLACK, P.A.
LAWYERS

JACK M. CAMPBELL
BRUCE D. BLACK
MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
J. SCOTT HALL
JOHN H. BEMIS
WILLIAM P. SLATTERY
MARTE D. LIGHTSTONE
PATRICIA A. MATTHEWS

JEFFERSON PLACE
SUITE 1 - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

April 28, 1989

RECEIVED

APR 28 1989

OIL CONSERVATION DIVISION

Case 9673

HAND-DELIVERED

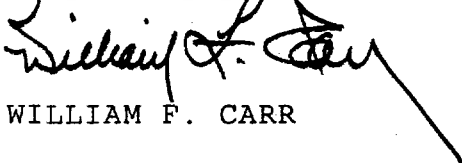
William J. LeMay, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
State Land Office Building
Santa Fe, New Mexico 87503

Re: In the Matter of the Application of Grand Resources, Inc.
for Approval of a Unit Agreement, San Juan County, New
Mexico

Dear Mr. LeMay:

Enclosed in triplicate is the above-referenced application of Grand Resources, Inc. Grand Resources, Inc. respectfully requests that this matter be placed on the docket for the Examiner hearings scheduled on May 24, 1989.

Very truly yours,


WILLIAM F. CARR

WFC:mlh

Enclosures

cc w/enclosures: Mr. Marvin Robinowitz
Grand Resources, Inc.

BEFORE THE
OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION
OF GRAND RESOURCES, INC. FOR
APPROVAL OF A UNIT AGREEMENT,
SAN JUAN COUNTY, NEW MEXICO.

RECEIVED

APR 28 1999 CASE NO. 9673

APPLICATION OIL CONSERVATION DIVISION

COMES NOW GRAND RESOURCES, INC, by and through its undersigned attorneys and hereby makes application for an order approving its Mesa-Gallup Unit Agreement and in support of this application would show the Division:

1. That the proposed Unit Agreement consists of 2,680.00 acres, more or less, of Navajo Indian lands situated in San Juan County, New Mexico. The horizontal limits of said Unit are described as follows:

Township 32 North, Range 18 West, N.M.P.M.

Section 10: SE/4

Section 15: S/2 SW/4

Section 14: S/2 NE/4; SE/4; W/2

Section 15: E/2

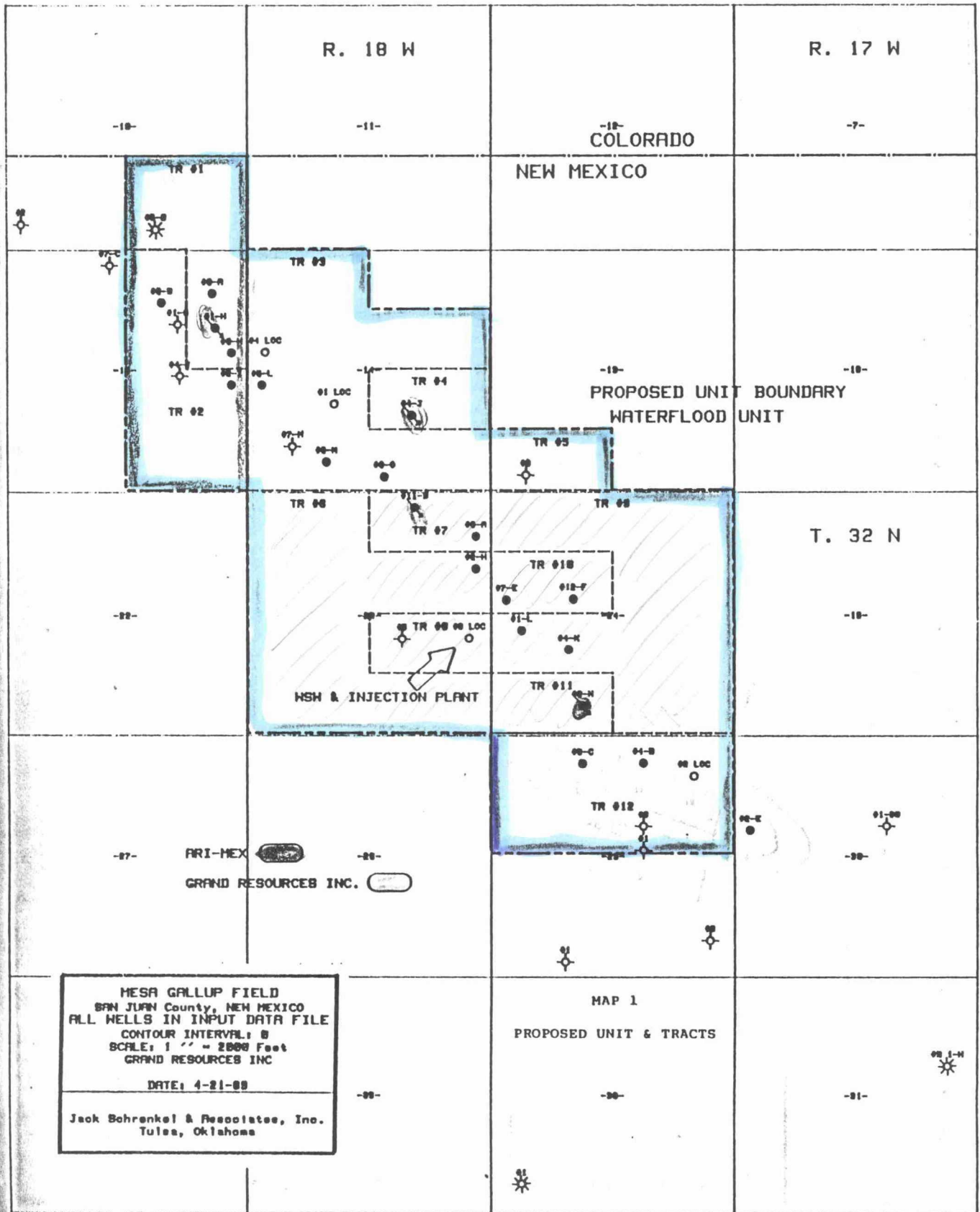
Sections 23 and 24: All

Section 25: N/2

Section 13: S/2 SW/4

2. That the Unit Agreement has been approved by all of the working interest owners holding interests within the proposed Unit Area.

3. That the applicant, Grand Resources, Inc., is designated as Unit Operator in said Unit Agreement and all oil and gas in the Gallup formation is being unitized.



MESA GALLUP FIELD
 SAN JUAN County, NEW MEXICO
 ALL WELLS IN INPUT DATA FILE
 CONTOUR INTERVAL: 0
 SCALE: 1" = 2000 Feet
 GRAND RESOURCES INC
 DATE: 4-21-88

Jack Schrenkel & Associates, Inc.
 Tulsa, Oklahoma

EXHIBIT "g"
 SCHEDULE OF LANDS AND LEASES
 MESA GALLUP RECOVERY UNIT
 SAN JUAN COUNTY, NEW MEXICO

TRACT NO.	DESCRIPTION	ACRES	LEASE NO.	BASIS ROYALTY	LESSEE OF RECORD	OVERRIDING ROYALTY	NAME	WORKING INTEREST (OPERATING RIGHTS)	
								COST (DECIMAL)	PRODUCTION (DECIMAL)
8	N/2 SW ⁴ Sec 23-32N-18W	80	142060-3584	12.5%	TEXAS PACIFIC OIL CO. & MURPHY CORP.	-0-	21st Century Invests. Jack Schrenkel & Ass. Grand Resources, Inc.	67.5 25.0 7.5	.590625 .21875 .065625
9	E/2, N ¹ / ₂ NW ⁴ , N/2 SW ⁴ Sec 24-32N-18W	480	"	"	"	"	"	1.00	.875
10	S/2 NW ⁴ Sec 24-32N-18W	80	"	"	"	"	"	"	"
11	S/2 SW ⁴ Sec 24-32N-18W	80	"	"	"	"	"	"	"
12	N/2, Sec 25-32N-18W	320	T149IND-7850	12.5%	The Texaco Co.	.0273436	21st Century Invests. Jack Schrenkel & Ass. Grand Resources, Inc.	67.5 25.0 7.5	.572168 .21191 .063574
								1.00	.84765

EXHIBIT "g"
 SCHEDULE OF LANDS AND LEASES
 MESA GALUPD RECOVERY UNIT
 SAN JUAN COUNTY, NEW MEXICO

TRACT NO.	DESCRIPTION	ACRES	LEASE NO.	BASIC ROYALTY	LESSEE OF RECORD	OVERRIDE ROYALTY	NAME	WORKING INTEREST (OPERATING RIGHTS)	
								COST (DECIMAL)	PRODUCTION (DECIMAL)
1	S 1/2 SE 1/4, S 1/2 NE 1/4 SE 1/4 10, NE 1/4 Sec 15-32N-18W	200	1420603-	12.5%	TEXAS PACIFIC OIL CO, INC.	-0-	ARI-MEX	1.0	.875
2	W/2 NE 1/4, SW 1/4 Sec 15-32N-18W	240	"	12.5%	TEXAS PACIFIC OIL CO., INC.	-0-	ARI-MEX	1.0	.875
3	W/2, S/2 NE 1/4, S/2 SE 1/4, Sec 14-32N-18W	480	142060-	12.5%	TEXAS PACIFIC OIL CO. & MURPHY CORP.	-0-	21st Century Invsts. Jack Schrenkle & Ass. Grand Resources, Inc.	67.5 25.0 7.5	.590625 .21875 .065625
4	N/2 SE 1/4, Sec 14-32N-18W	80	"	"	"	-0-	"	1.00	.875
5	S/2 SW 1/4, Sec 13-32N-18W	80	"	"	"	-0-	"	"	"
6	W/2, S/2 NE 1/4, S/2 SE 1/4, Sec 23-32N-18W	480	"	"	"	-0-	"	"	"
7	N/2 NE 1/4, Sec 23-32N-18W	80	"	"	"	-0-	"	"	"