

Mora, New Mexico
July 16, 1974

RECEIVED

To: Mr Alex J. Armijo
Commissioner of Public Lands

JUL 17 6 50 AM '74

From: Lazaro Larry Garcia
Fieldman II

STATE LAND OFFICE
SANTA FE, N.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 Hardi-
ng 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 NE $\frac{1}{4}$ NE $\frac{1}{4}$ 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 rec'ds 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
dam.
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 construction of drill-
ing site and damages to road in connection with the drilling and
completion of the STATE "FE" WELL NO. 1. NE $\frac{1}{4}$ NE $\frac{1}{4}$, 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.

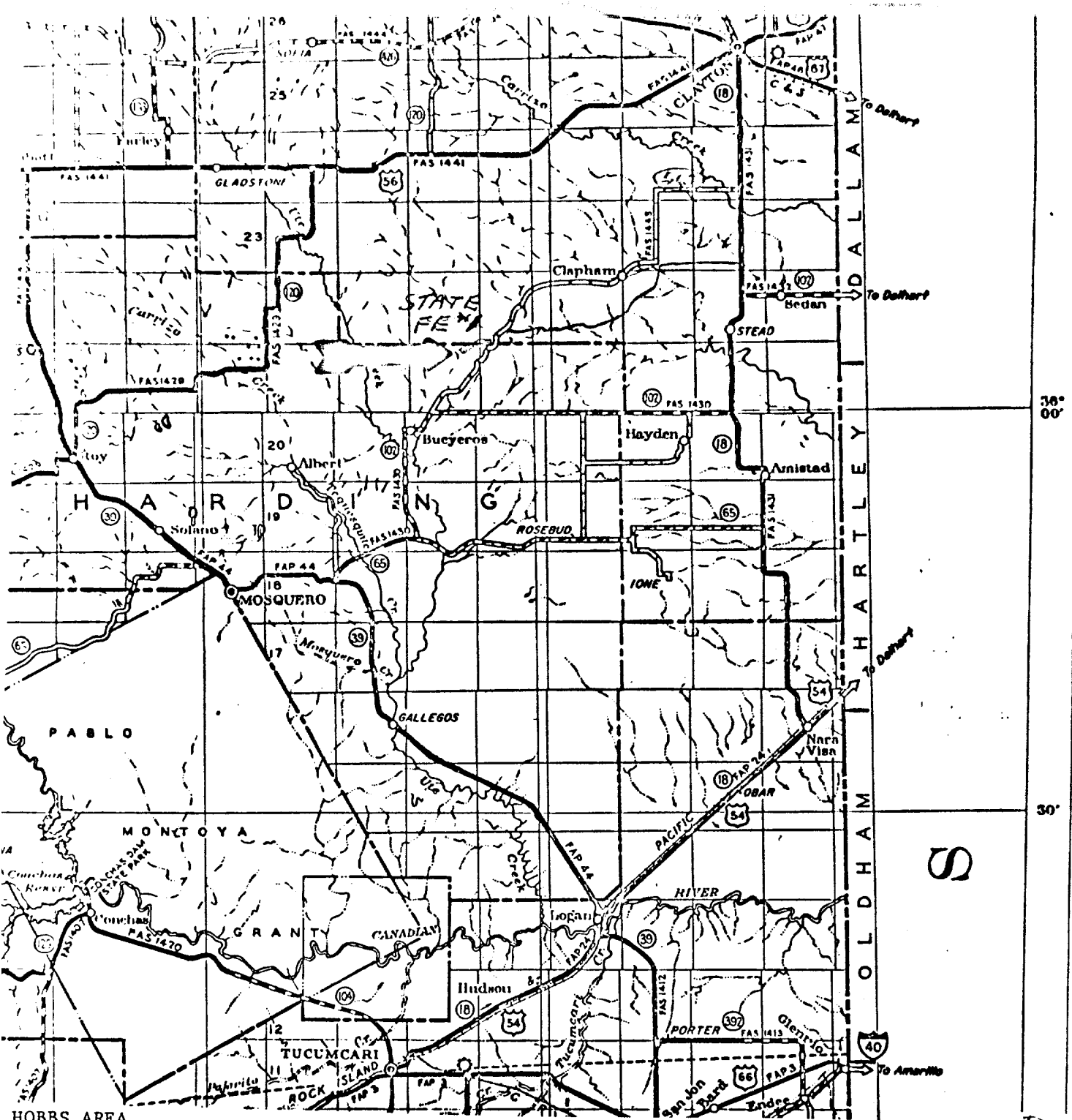
I recommend that Amoco Co. place cattle guard because it is need-
ed to keep livestock inside state land, that drainage ditches be
constucted on road, that drilling site not used by Co. be reseeded
with grass and fence be built around waste pits.

I am submitting this report subject to your approval.

Respectfully Submitted.

Lazaro Larry Garcia
Lazaro Larry Garcia
Fieldman II

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



HOBBS AREA
HOUSTON DIVISION
Traffic Sketch
State FE Well No. 1
990' FNL & 660' FEL
Sec. 2; T-21N; R-31E,
Harding Co., N.M.
Rail Point - Clayton, N.M. 45.1 Miles
Cement - Hugoton, Kan. 140.1 Miles
Mud - Lovington, N.M. 258 Miles

Amoco

7-17-74: Comp. SI

State FE No 1

MARTINEZ
RANCH
10 GATES
4

Note: Cattle guards weak
Trucks will have to use gates.
24 MI (102)

