

July 15, 1983

Memo To file: Gianardi #1 CKZ [G-22-15N-8E]

8:30 am: Phelps White returned my call of $\pm$ 1 week ago. In conversation repeatedly referred to "women" involved. Apparently Continental Crude and Gianardi are just names to 'hide' under. Women are three gals who bought the Pearl Lee property at Galisteo. Initials CKZ supposedly are those of mineral owners (also the Galisteo women ??). Mention made of plans for either deepening present hole or drilling an offset. Reason supposedly evaluation of a 'mud log'. I learned this was done by Sandstone Mud Log, Inc. of Roswell. (P.O. Box 925, Ph. 623-5043. Owners: Qualls & Shackelford)

9:30 am: Sherry Byrne called about well. Lengthy talk about parallel to that of Gianardi's 7/12 @ 9:00 pm. "Did not know anything amiss re. O.C.D. reports; Hagerman reportedly had taken care of that long ago, etc. etc." She also said more drilling in locality planned.

1:15 pm: Chas. Hagerman in office; brought zeros of last 2 days drilling reports. (Shows well to be #1 J.S.B) He says rest of data must come from Ron Coffee, a Farmington consultant. I told him - as Gianardi's agent - to provide that, plus mud log, plus C-103's, C-105, etc. (Surprised that I knew about mud log, said that was supposed to be secret.)

FOVERT

7/12: Phelps White called; looking for data on drilling, casing, cementing, etc. for Giannardi - (JSB Partners) well. Preparing proposal for deepening present hole and drilling offset - including cost estimates.

7/20: Chas. Hagerman came in. Filled out C-103 and C-105. Gave me mud log of well and 'promised' to bring in C-103 on final P&A report when location is clear, ready for inspection.

Memo

7/12/83

From

CARL ULVOG

Chief Geologist

To File G-22-15N-8E

Glenn D. Hughes of Albuquerque called about location, says it is a mess. He hasn't been paid damages and can't get any action out of group (partners) responsible. Is threatening lawsuits. (Ph. 344-0438)

He says he holds contract (Signed by a Mr. Byrne of Galisteo) that says damages to be paid & location restored within 6 months after drilling finished. (That was 12/82)

Have name of Delmar Pitus - Santa Fe Ph 471-4248, to call for getting thru locked gate to site.

Memo

July 13, 1983

From

CARL ULVOG

Chief Geologist

To
Mr. John Gianardi

Attached are copies of correspondence from O.C.D. files as you requested by telephone last night.

If you did not previously receive the original letters, permit me to suggest that you investigate matters relating to your post office box and/or the Post Office 'service'. None of the originals were returned.

CU

ALBUQUERQUE JOURNAL

Tuesday, October 26, 1982

Firm Seeks Oil-Drilling OK

SANTA FE — A Tulsa, Okla. corporation will request permission tonight from a county panel to drill as deep as 7,000 feet in search of oil near NM 14 south of Santa Fe.

Continental Crude Corp. "feels pretty confident there's something down there," said Richard Gorman, county land use administrator. The proposed test site is about 3.5 miles south of the State Penitentiary and there are no residences in the vicinity, Gorman said.

The request will be heard by the County Development Review Committee at 6:30 p.m. in the Old County Courthouse. Though Gorman said Monday no one has objected to the proposal, he expects some opposition.

Objections to other test-hole proposals in the area have centered around potential damage to the water table and lack of reclamation of the drilling locations.

Gorman said the state Oil Conservation Commission has approved the applicant's procedures for controlling seepage of water to lower depths. As a condition of approval, the Land Use Office is offering to check well water levels before and after the test.

Reclamation of the hole and, if the site is abandoned, of the access road would take place within 60 days, according to the application. Drilling would begin around Nov. 15.

Druggist, 2 Others Charged in Receipt Of Stolen Property

SANTA FE — Intensive questioning of a burglary suspect led to the arrests Thursday of three Santa Fe residents, including a well-known pharmacist, on charges of receiving stolen property from him.

Santa Fe police Capt. Rick Montoya said John S. Gianardi, 49, owner and operator of Gianardi's Fraser Pharmacy, 501 Old Santa Fe Trail, was arrested at the pharmacy Thursday by Detective Dennis Miller.

Gianardi's attorney, Ralph Montrez, posted \$10,000 bond, and Gianardi was released from the Santa Fe County jail. He couldn't be reached for comment.

Also arrested were Fred R. Kline, 43, and his wife Susan E. Kline, 39, both of 109 Calle Royale. They, too, were charged with receiving stolen property, Montoya said.

Magistrate Judge Isaac Archuleta freed both the Klines on \$5,000 bond each. Robert H. Gendorf, the Klines' attorney, posted bond.

A fourth person arrested in the case was Carl Anthony Tsosie, 35, 407 Osage Ave., Montoya said. Tsosie was charged on Wednesday with one count each of embezzlement, burglary and larceny.

Archuleta set Tsosie's bond at \$5,000. Tsosie was returned to the county jail.

Montoya said Miller made the arrests after a Santa Fe man — not Tsosie — whom he declined to name was arrested several weeks ago on unrelated charges. The man is now a suspect in at least 20 burglaries that occurred in downtown Santa Fe in the last three months, Montoya said.

The suspect told police he sold property to the Klines and to Gianardi.

All the stolen property, consisting of paintings, kachina dolls, cash and other items, has been identified and returned to the owners, Montoya said.

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