

COMMERCIAL RESOURCES (505)-827-5724

SURFACE RESOURCES (505)-827-5795

MINERAL RESOURCES (505)-827-5744

> ROYALTY (505)-827-5772

State of New Mexico Commissioner of Public Lands

Ray Powell, M.S., D.V.M. 310 Old Santa Fe Trail, P. O. Box 1148 Santa Fe, New Mexico 87504-1148 Phone (505)-827-5760, Fax (505)-827-5766 PUBLIC AFFAIRS (505)-827-5765

ADMINISTRATIVE MOMT. (505)-827-5700

> LEGAL (505)-827-5715

PLANNING (505)-827-5752

December 3, 1997

Hinkle, Cox, Eaton, Coffield & Hensley, L.L. P. P.O. Box 10 Roswell, New Mexico 88202

Attn:

Mr. Douglas L. Lunsford

Re:

Designation of Sub-Operator Anderson Ranch Unit Lea County, New Mexico

Dear Mr. Lunsford:

We have received a designation of sub-operator application, wherein Grand Banks Energy Company has designated Texaco Exploration & Production Inc. as sub-operator of the Anderson Ranch Unit. This designation will become effective upon Texaco completing the purchase of the undeveloped lands within the unit. Please notify this office when the transaction is consummated.

Your designation of sub-operator is hereby approved subject to final acquisition and an effective date. When finalized, Texaco Inc. will have full authority to act on behalf of Grand Banks Energy Company as the sub-operator of the Anderson Ranch Unit.

This designation of sub-operator does not relieve the unit operator of the responsibility for compliance with the terms of the unit agreement and applicable state regulations.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M. COMMISSIONER OF PUBLIC LANDS

BY:

JAMI BAILEY, Director Oil, Gas and Minerals Division (505) 827-5744

RP/JB/cpm Enclosure

xc: Reader File

OCD TRD

Grand Banks Energy Company



State of New Mexico Commissioner of Public Cands

RAY POWELL, M.S., D.V.M. COMMISSIONER

310 OLD SANTA FE TRAIL P.O. BOX 1148

(505) 827-5760 FAX (505) 827-5766

SANTA FE, NEW MEXICO 87504-1148

December 30, 1997

Canon, Short & Gaston Attorneys at Law P.O. Box 2890 Midland, Texas 79702

Attn:

Mr. Michael J. Canon

Re:

Designation of Sub-Operator Anderson Ranch Unit

Lea County, New Mexico

Dear Mr. Canon:

We are in receipt of your letter of December 23, 1997, wherein you have notified this office that the designation of subunit operator from Grand Banks Energy Company to Texaco Exploration & Production Inc. for the Anderson Ranch Unit was effective December 23, 1997.

Your letter notifying this office of the above-mentioned effective date is hereby accepted.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M. COMMISSIONER OF PUBLIC LANDS

BY:

JAMI BAILEY, Director Oil, Gas and Minerals Division

(505) 827-5744

RP/JB/cpm

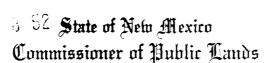
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TRD

Grand Banks Energy Company

Texaco Exploration & Production Inc.



RAY POWELL, M.S., D.V.M. COMMISSIONER

310 OLD SANTA FE TRAIL P.O. BOX 1148

(505) 827-5760 FAX (505) 827-5766

SANTA FE, NEW MEXICO 87504-1148 September 4, 1996

Grand Banks Energy Company 10 Desta Drive Suite 300 East Midland, Texas 79705

Attn:

Mr. John E. Kimberly

Re:

Resignation/Designation of Successor Unit Operator

Anderson Ranch Unit Lea County, New Mexico

Dear Mr. Kimberly:

The Oil, Gas & Minerals Division received a resignation/designation of successor unit operator, wherein Conoco Inc. resigned as unit operator of the Anderson Ranch Unit, and designated Grand Banks Energy Company as the successor unit operator.

The Commissioner of Public Lands has this date approved the resignation/designation described herein. This change in operators is effective August 26, 1996. In accordance with this approval, Grand Banks Energy Company is now responsible for all operations and the reporting of all production from the unit. Our approval is subject to like approval by the New Mexico Oil Conservation Division.

If you have any questions, or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M.

COMMISSIONER OF PUBLIC LANDS

LARRY KEHOE, Director
Oil, Gas & Minerals Division

(505) 827-5744

RP/LK/cpm Enclosure

cc: Reader File

Commissioner's File

OCD-Rov Johnson

TRD

Conoco Inc.

March 1, 1960

Continental Oil Company 825 Petroleum Building Roswell, New Mexico

> Re: Anderson Ranch Unit Agreement, Lea County, New Mexico

ATTENTION: Mr. V. A. Mond

Gentlemen:

Please refer to our letter to you dated November 5, 1959.

As of this date we have failed to receive any acknowledgement of this letter.

Very truly yours, MURRAY E. MORGAN Commissioner of Public Lands

BY:

Ted Bilberry, Supervisor Oil and Gas Division

HBK/MCK/m

Oil Conservation Coumission Santa Pe, New Memico

Mobamber 5, 1959 Continental Cil Company 825 Petroleum Building Reguell, New Mexico Re: Anderson Ranch Unit Agreement Les County, New Mexico ATTENTION: Mr. V. A. Nosd Gentlemen: We have been reviewing the Anderson Ranch Unit for the year 1959, and find there has not been any development on this unit for several years. May we hear from you as to the reason for not develsping all the acrosse in this unit, particularly the W/2W/2, \$2/48W/4, \$/28E/4, Section 11, \$W/48W/4 Section 2, \$W/4 Section 1, W/2 Section 12, W/2 Section 14, W/2WW/4 Section 13, all in Township 16 South, Range 32-Bast . Very truly yours, MURRAY E. MORGAN Ted Bilberry, Supervice Oil and Gas Division



CONTINENTAL OIL COMPANY

Box 749 Roswell, New Mexico March 24, 1955

Mr. D. S. Nutter Oil Conservation Commission Santa Fe, New Mexico

Dear Mr. Nutter:

RE: Continental s Anderson Ranch and Williams Ranch Unit Agreements - Township 16 South, Range 32 East, Lea County, New Mexico

we have checked our files concerning the two subject units following our conversation in connection with them in your office last Tuesday morning. We find that our Mr. T. J. Mathers, Regional Title Supervisor of our Southwestern Region, Fort Worth, Texas, forwarded Mr. Guy Shepard, the then Commissioner of Public Lends, a fully executed copy of the Unit Agreement covering the Anderson Ranch Unit under date of June 6, 1952, but our files do not reveal that an executed copy of this unit was ever furnished the Cil Conservation Commission. We do find where Mr. Mathers furnished Mr. E. R. Spurrier, the then Secretary of the Oil Conservation Commission, copies of the Unit Agreement forms under date of April 8, 1952; however, this unit was not approved until June 2, 1952, and we are most certain the copies furnished Mr. Spurrier were not executed copies. We are therefore furnishing you photostatic

copies of the sheets in the Unit Agreement showing 100% signatures and acknowledgments of the working interest owners in the Anderson Ranch Unit as well as photostatic copy of executed Certificate of Approval covering this unit. Should additional material be needed on this subject it is kindly requested you so advise us.

In connection with the Williams Ranch Unit, our files reveal that we furnished Mr. W. B. Macey, under date of December 9, 1954, a Unit Agreement which had been executed by 100% of the working interest owners in the Williams. Ranch Unit. This form was forwarded by Registered Mail and our return receipt bears the signature of Mr. Bernie Vigil. Should you not be able to locate this executed Unit Agreement we will be most happy to furnish you any material you may need.

Yours very truly.

W. R. Hall / Land Superintendent

Roswell Division

WRH-mf Att.

LAW OFFICES
HERVEY, DOW & HINKLE
ROSWELL, NEW MEXICO

J. M. HERVEY
HIRAM M. DOW
CLARENCE E. HINKLE
W. E. BONDURANT, JR.
GEORGE H. HUNKER, JR.

WILLIAM C. SCHAUER

April 18, 1952

Mr. R. R. Spurrier
Executive Secretary
New Mexico Gil Conservation Commission
Santa Fe, New Mexico

He: Anderson Ranch Unit Agreement; Case No. 360, Continental Cil Co.

Dear Dick:

We enclose original and four copies of proposed Order of the Commission approving the above Unit Agreement. This order follows substantially the same form as orders heretofore entered by the Commission approving agreements.

We would appreciate the members of the Commission entering the order as quickly as possible and sending us two executed copies of the same.

Yours sincerely,

hervix, dow & hinkié

CEH: JW

Enclosure



CONTINENTAL OIL COMPANY

1710 Fair Building Fort Worth 2, Texas April 8, 1952

Mr. R. R. Spurrier, Secretary New Mexico Conservation Commission Santa Fe, New Mexico

Dear Mr. Spurrier:

Subject:
Anderson Ranch Unit
Lea County, New Mexico
(16S-32E - North of Maljamar)

Enclosed please find three sets of unit agreement and operating agreement for the subject area revised at the direction of the representatives of the various lessees in the area affected thereby.

These copies are being forwarded to you at the request of Mr. M. E. Thrash of our Roswell office. They supersede forms heretofore delivered to you by Mr. Thrash and the attorney representing Continental Oil Company. We understand that the hearing on the proposed unit is set for 9 a.m., Tuesday, April 15, 1952.

Yours very truly,

7. J. Mathers Regional Title Supervisor

Southwestern Region

TJM-MM Enc. 6 Mr. R. R. Spurrier Page 2.

Carbon copies to:
Mr. George Graham, Attorney
Office of the Commissioner of Public Lands
of the State of New Mexico
Santa Fe, New Mexico

Mr. M. E. Thrash Continental Oil Company Box 749 Roswell, New Mexico

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

April 2, 1952

Mr. George H. Hunker, Attorney Roswell, New Mexico

Dear Sir:

RE: 000 Case 360

This is to advise you, and also the Continental Oil Company through your notice, that application for approval of the Anderson Ranch Unit Agreement has been set for hearing on April 15, 1952, as Case 360.

Legal advertisement has been properly issued.

Very truly yours,

W. B. Hacey Chief Engineer

WEHIR

March 20, 1952

Continental Oil Company Fort Worth, Texas

Mr. George H. Hunker Attorney At Law Roswell, New Mexico

Gentlemen:

This acknowledges receipt of application and proposed unit agreement for the Anderson Ranch Unit Area in Lea County, New Mexico.

I have examined the proposed unit agreement, and it appears that is is substantially the same as similar agreements heretofore approved, and I deem it acceptable.

I am withholding final approval of the proposition pending a hearing to be had before the Oil Conservation Commission of New Mexico and the evidence adduced at that time.

Very truly yours,

GAG: W

GUY SHEPARD