

1744

State of New Mexico Commissioner of Public Lands

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 March 22, 1996

Northland Operating Company Post Office Box 447 Roswell, New Mexico 88202

Attn: Mr. Carl A. Schellinger

Re: Resignation/Designation of Successor Unit Operator

Drickey Queen Sand Unit Chaves County, New Mexico

Dear Mr. Schellinger:

The Oil, Gas & Minerals Division received a resignation/designation of successor unit operator, wherein Circle Ridge Production Company resigned as unit operator of the Drickey Queen Sand Unit, and designated Northland Operating 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 February 1, 1996. In accordance with this approval, Northland Operating 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 Bureau of Land Management.

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-Roy Johnson BLM TRD

Circle Ridge Production Company



State of New Mexico Commissioner of Public Lands

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

CERTIFIED MAIL RETURN RECEIPT REQUESTED

August 1, 1995

Circle Ridge Production Inc. P.O. Box 70 Maljamar, New Mexico 88264

Attention: Mr. Bob Lindsey

Re: Operations on Drickey Queen Sand Unit

Chaves County, New Mexico

Dear Mr. Lindsey:

A review of our records reveals that Circle Ridge Production, Inc. is the operator of record for the Drickey Queen Sand Unit, Chaves County, New Mexico.

It has come to our attention by our Land Use Specialist, Mr. Richard Williford, that in the past we have had problems on this unit regarding the following:

- 1. Long term waterflood operations, when not properly maintained with equipment and flowline repairs cause long lasting surface damage and may cause groundwater contamination.
- 2. There may be surface damage due to excessive roads and brine spills.
- 3. There have been reductions in the carrying capacity for some grazing leases as a result of the severity of the continuing problems on this unit.
- 4. Leaking wellhead on the NW4NE4, Section 35-14S-31E, Tract 37, Well No. 144.
- 5. A brine well water leak in a flowline on the SW4NW4, Section 35-14S-31E, Tract No. 37, Well No. 2.

You are requested to contact our Land Use Specialist, Mr. Richard Williford within 30 days from the date of this letter at (505) 623-4979 regarding our concerns for the above mentioned property. Failure to timely comply with our request may jeopardize your leases and the Drickey Queen Sand Unit.

Circle Ridge Production Inc. Page 2 August 1, 1995

Operating a unit agreement on State Trust lands incurs certain obligations which include operating in a prudent manner. This includes, but is not limited to, protection of the surface estate, including livestock, soil, vegetation, surface improvements, surface and ground water. Protective measures may require proper fencing, repair of defective equipment, junk clean-up, earth moving and spill containment.

In the future, you are reminded as unit operator of the Drickey Queen Sand Unit, or any other unit, to comply with State Land Office Rule No. 1.068, a copy of which has been enclosed.

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

JAMI BAILEY, Deputy Director/ Oil/Gas and Minerals Division

(505) 827-5745

RP/JB/cpm Enclosure

cc: Reader File

Circle Ridge Production Inc.

Attention: Land Department

P.O. Box 153488

Irving, Texas 75015-3488

Oil Reports & Gas Services, Inc.

Attention: Ms. Donna Holler

P.O. Box 755

Hobbs, New Mexico 88241

Bob Lindsey

3500 Oak Lawn, Suite 380, LB 31

Dallas, Texas 75219-4398

OCD--Hobbs

OCD--Santa Fe-Mr. Roy Johnson

Dennis Garcia

Dick Williford



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

State of New Mexico Commissioner of Jublic Lands

310 OLD SANTA FE TRAIL P.O. BOX 1148

SANTA FE, NEW MEXICO 87504-1148

CERTIFIED MAIL RETURN RECEIPT REQUESTED

July 24, 1995

Circle Ridge Production Inc. P.O. Box 755 Hobbs, New Mexico 88241

Attention: Mr. Bob Lindsey

Re: Operations on Drickey Queen Sand Unit

Chaves County, New Mexico

Dear Mr. Lindsey:

A review of our records reveals that Circle Ridge Production, Inc. is the operator of record for the Drickey Queen Sand Unit, Chaves County, New Mexico.

It has come to our attention by our Land Use Specialist, Mr. Richard Williford, that in the past we have had problems on this unit regarding the following:

- 1. Long term waterflood operations, when not properly maintained with equipment and flowline repairs cause long lasting surface damage and may cause groundwater contamination.
- 2. There may be surface damage due to excessive roads and brine spills.
- 3. There have been reductions in the carrying capacity for some grazing leases as a result of the severity of the continuing problems on this unit.
- 4. Leaking wellhead on the NW4NE4, Section 35-14S-31E, Tract 37, Well No. 144.
- 5. A brine well water leak in a flowline on the SW4NW4, Section 35-14S-31E, Tract No. 37, Well No. 2.

You are requested to contact our Land Use Specialist, Mr. Richard Williford within 30 days from the date of this letter at (505) 623-4979 regarding our concerns for the above mentioned property. Failure to timely comply with our request may jeopardize your leases and the Drickey Oueen Sand Unit.

(505) 827-5760 FAX (505) 827-5766 Circle Ridge Production Inc. Page 2 July 24, 1995

Operating a unit agreement on State Trust lands incurs certain obligations which include operating in a prudent manner. This includes, but is not limited to, protection of the surface estate, including livestock, soil, vegetation, surface improvements, surface and ground water. Protective measures may require proper fencing, repair of defective equipment, junk clean-up, earth moving and spill containment.

In the future, you are reminded as unit operator of the Drickey Queen Sand Unit, or any other unit, to comply with State Land Office Rule No. 1.068, a copy of which has been enclosed.

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, Deputy Director Oil/Gas and Minerals Division (505) 827-5745

RP/JB/cpm Enclosure

cc: Reader File

Circle Ridge Production Inc.

Attention: Land Department

P.O. Box 153488

Irving, Texas 75015-3488

Oil Reports & Gas Services, Inc.

Attention: Ms. Donna Holler

P.O. Box 755

Hobbs, New Mexico 88241

OCD--Hobbs

OCD--Santa Fe-Mr. Roy Johnson

Dennis Garcia

Dick Williford

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

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310 OLD SANTA FE TRAIL P.O. BOX 1148

SANTA FE, NEW MEXICO 87504-1148

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

February 6, 1995

Circle Ridge Production Inc. P.O. Box 755
Hobbs, New Mexico 88241

Attention: Mr. Bob Lindsey

Re:

Operations on Drickey Queen Sand Unit

Chaves County, New Mexico

Dear Mr. Lindsey:

A review of our records reveals that Circle Ridge Production, Inc. is the operator of record for the Drickey Queen Sand Unit, Chaves County, New Mexico.

It has come to our attention by our Land Use Specialist and the Grazing Lessee, that in the past, we have had problems on this unit regarding the following:

- 1. Pits had not been fenced, and the wells were already in production;
- 2. No well signs were posted;
- 3. Numerous unnessary roads have been built and are being improperly used due to off-road driving;
- 4. There may be surface damage due to excessive roads and brine spills.

Operating a unit agreement on State Trust lands incurs certain obligations which include operating in a prudent manner. This includes, but is not limited to, protection of the surface estate, including livestock, soil, vegetation, surface improvements, surface and ground water. Protective measures may require proper fencing, repair of defective equipment, junk clean-up, earth moving and spill containment.

In the future, you are reminded as unit operator of the Drickey Queen Sand Unit, or any other unit, to comply with State Land Office Rule No. 1.068, a copy of which has been enclosed.

Circle Ridge Production Inc. Page 2 February 6, 1995

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

JAMES B. LEWIS, Director

Oil Gas and Minerals Division

(505) 827-5744

RP/JBL/cpm

Enclosure

cc: Reader File

Circle Ridge Production Inc.

Attention: Land Department

P.O. Box 153488

Irving, Texas 75015-3488

Oil Reports & Gas Services, Inc.

Attention: Ms. Donna Holler

P.O. Box 755

Hobbs, New Mexico 88241

OCD--Hobbs

OCD--Santa Fe-Mr. Roy Johnson

Gary Carlson

Dennis Garcia

Dick Williford

DRICKEY QUEEN SAND UNIT LEASE INFORAMTION

ω	N	H	Tract
SE/4 Sec. 10, T14S, 160 R31E	W/2 SW/4 Sec. 15, T14S, R31E	SW/4 NW/4 & SE/4 & E/2 SW/4 Sec. 15, T145, R31E	Description
, 160	80	280	Number of Acres
LC-060812A	LC-060811	LC-060811	Lease and/or Assignment No.
12.5%	12.5%	12.5%	Basic Royalty
Chevron	Union Oil of California	Union Oil of California	Lessee of
Paul Slayton Vergil O. Hopp Western Oil Producers et a Elizabeth W. Knowles Ruby C. Bell	Hanson-McBride Petroleum Western Oil Producers et Sarah W. Hines Evelyn M. McEwen Est. Triten Oil & Gas Co. Lucy D. Barnett Annie L. Roberts Russell J. Bond A. W. Nolan Louis A. Watson Roberts & IBF Trust Matthew C. Roberts III	Hanson-McBride Petroleum a Western Oil Producers et al Sarah W. Hines Evelyn M. McEwen Est. Triten Oil & Gas Co. Lucy D. Barnett Annie L. Roberts Russell J. Bond A. W. Nolan Louis A. Watson Roberts & IBF Trust Matthew C. Roberts III	Overriding Royalty Owner and Amount
1.66670% 1.66670% a1 3.89000% 0.83330% 0.83330%	2.50000% al 3.89000% 0.62500% 0.46875% 0.31250% 0.31250% 0.15625% 0.15625% 0.15625% 0.02930% 0.01953%	2.50000% 1 3.89000% 0.62500% 0.46875% 0.31250% 0.31250% 0.15625% 0.15625% 0.15625% 0.02930% 0.01953%	
Brooks Bowen Douglas Friedel		Brooks Bowen ! Douglas Friedel !	Working Interest Owner and Amount
50 %	٠٠٠٠ غار بابار	1 50% 50% 50%	Of Pa
3.54518			Percent articipation Tract in Unit

EXHIBIT "B" Page 2

Drickey Queen Sand Unit Revised 1/1/91

9	σ	7	6	Tract
NW/4 NW/4 & S/2 NW/4 Sec. 22, T14S, R31E	NE/4 NW/4 Sec. 22, T14S, R31E	N/2 NW/4 & SW/4 NW/4 Sec. 1, T14S, R31E	All Sec. 3, N/2, Sec. 10, T14S, R31E	Description
120	40	120.04	960.96	Number of Acres
LC-070336-A	LC-070336	LC-070336	LC-068474	Lease and/of Assignment No.
12.5%	12.5%	12.5%	12.5%	Basic Royalty
K. S. Adams	Phillips	Phillips	OXY USA Inc.	Lessee of
Feather Stone Farms Ltd Western Oil Producers et al Elizabeth W. Knowles Ruby C. Bell Ada M. Mills William C. Allen Juanita V. Peterson Ruth Shockley	Feather Stone Farms Ltd Western Oil Producers et al Elizabeth W. Knowles Ruby C. Bell Ada M. Mills William C. Allen Juanita V. Peterson Ruth Shockley	Feather Stone Farms Ltd Western Oil Producers et al Elizabeth W. Knowles Ruby C. Bell Ada M. Mills William C. Allen Juanita V. Peterson Ruth Shockley	Western Oil Producers et al	Overriding Royalty Owner and Amount
1.35000% 3.89000% 0.67500% 0.67500% 0.50000% 0.50000% 0.30000%	1.35000% 3.89000% 0.67500% 0.67500% 0.50000% 0.50000% 0.50000%	1.35000% 3.89000% 0.67500% 0.67500% 0.50000% 0.50000% 0.30000%	3.89000%	
Brooks Bowen 50% Douglas Friedel 50%	Brooks Bowen 50% Douglas Friedel 50%	Brooks Bowen 50% Douglas Friedel 50%	Brooks Bowen 50% Douglas Friedel 50%	Working Interest Owner and Amount
18 0.99389 18	1.16816 %	& 0.37679 &	% 23.49578)%	Percent Participation Of Tract in Unit

EXHIBIT "B" Page 3

key Queen Sand Mni+

					Drickey Queen Sa	Sand Unit	Revised 1/1	1/1/91
Tract	Description	Number of Acres	Lease and/or Assignment No.	Basic Royalty		Overriding Royalty Owner and Amount	Working Interest Owner and Amount	Percent Participation Of Tract in Unit
10	SW/4 Sec. 10 T14S, R31E	160	LC-070337	12.5%	Phillips	Western Oil Producers et al.3.89000% Paul Slayton 1.00000% Vergil & Leota Hopp 1.00000% Phillips Pet. Company 9.43750% Elizabeth W. Knowles 0.50000% Ruby C. Bell 0.50000% Ada M. Mills 0.50000% William C. Allen 0.50000% Juanita V. Peterson 0.50000%	Brooks Bowen 50% Douglas Friedel 50%	\$ 4.47363
11	W/2 E/2 Sec. 11 T14S, R31E	160	LC-072006	12.5%	Atlantic	Atlantic Richfield 10.93750% Western Oil Producers et al 3.89000%	Brooks Bowen 50% Douglas Friedel 50%	% 2.30315
11-A	NE/4 NE/4 & SE/4 SE/4 Sec. 11, T14S, R31E	80	LC-072006	12.5%	Atlantic	Western Oil Producers et al 3.89000%	Brooks Bowen 50% Douglas Friedel 50%	% 0.14167
12	E/2 NE/4 & SW/4 NE/4 Sec. 33, Tl3S, R31E	120	NM-02419	12.5%	OXY USA Inc.	Western Oil Producers et al 3.89000%	Brooks Bowen 50% Douglas Friedel 50%	% 0.32791 %
13	SE/4 Sec. 33, SW/4 Sec. 34, T13S, R31E	320	NM-03927	12.5%	OXY USA Inc	Western Oil Producers et al 3.89000%	Brooks Bowen 50% Douglas Friedel 50%	\$ 6,39345 \$
14	E/2 SW/4 & SW/4 Sec. 33, T13S, R31E	120	NM-04246	12.5%	Kerr-McGee	Lillian T. Hinkle Western Oil Producers et al 3.89000% John T. Hinkle Bettianne H. Bowen James L. Hinkle Charles E. Hinkle Cynthia Hinkle, Trustee 1.25000% 0.31250% 0.31250% 0.31250%	Brooks Bowen 50% Douglas Friedel 50%	% 0.81921 %

13 Federal Tracts

2721.00 Acres

49,97663% of Unit

Drickey Queen Sand Unit

20	19	18	17	16	Tract No. 15
NW/4 SW/4 Sec. 16, T14S, R31E	NE/4 SW/4 Sec. 2, T14S, R31E	NE/4 SE/4 Sec. 16, T14S, R31E	SW/4 NE/4 Sec. 16, T14S, R31E	NW/4 SW/4 Sec. 35, T13S, R31E	Description E/2 SE/4 & SW/4 SE/4 Sec. 35, T13S, R31E
40	40	40	40	40	Number of Acres
B-10419-61	B-10419-8	B-10417-11	VC-0009	B-8822-14	Lease and/or Assignment No. B-8822-7
12,5%	12,5%	12,5%	20.0%	12,5%	Basic Royalty 12.5%
Sohio Pet.	Metex Supply	Guest & Wolfson	Circle Ridge	Sohio Pet	Lessee of Record K. S. Adams
Union Oil of Ca. Charles H. Coll Jon F. Coll James N. Coll Max W. Coll II Western Oil Producers et al Hanson-McBride Francess M. Barnett	Metex Supply Company Western Oil Producers et al	Crown Central Pet. Western Oil Producers et al		Western Oil Producer et al Julia Gerland Betty Jean Kietzman F. M. Schmidt & M. S. Levick	Overriding Royalty Owner and Amount F. W. Herms Jr. F. M. Schmidt & M. S. Levick Western Oil Producers et al Anna B. Berkenkamp Robert L. Morris D. J. Spowart
2.73438% 1.09375% 1.09375% 1.09375% 1.09375% 0.34687%	12.50008% al 3.89000%	10.93750% 1 3.89000%		3.89000% 2.25000% 2.25000% 0.50000%	1.50000% 1.25000% 3.89000% 0.75000% 0.75000%
Brooks Bowem 50% Douglas Friedel 50%	Brooks Bowen 50% Douglas Friedel 50%	Brooks Bowen 50% Douglas Friedel 50%	Brooks Bowen 50% Douglas Friedel 50%	Brooks Bowen 50% Douglas Friedel 50%	Working Interest Owner and Amount Brooks Bowen 50% Douglas Friedel 50%
0.44998	1.20449	0.92508	0.89928	0.67284	Percent Participation Of Tract in Unit 2.55296

EXHIBIT "B"

Revised 1/1/9

Page 5

Drickey Queen Sand Unit

24	23	22	21	(cont	Tract
E/2 NE/4 Sec. 16 T14S, R31E	SE/4 NW/4 & SE/4 SW/4 Sec. 16, T14S, R31E	NW/4 NE/4 Sec. 16, T14S, R31E	SE/4 NE/4 Sec. 2, T14S, R31E	(continued from page 4)	Description
80	80	40	40		Number of Acres
B-10420-184	B-10420-149	в-10420-186	B-10420-149		Lease and/or Assignment No.
12.5%	12.5%	12.5%	12.5%		Basic Royalty
Sohio Pet.	Geror Oil Corp.	OXY USA Inc	Geror Oil Corp.		Lessee of Record
Harlan Stead, Trustee of Spurck Trust Western Oil Prod. et al Harlan Stead, Trustee of Stead Trust Anton E. Kubitschek	Harlan Stead, Trustee of Spurch Trust Harlan Stead, Trustee of Stead Trust Western Oil Prod. et al	Atlantic Richfield Western Oil Producers et al	Harlan Stead, Trustee of Spurck Trust Harlan Stead, Trustee of Stead Trust Western Oil Producers et al	Robert C. Barnett John W. Barnett Gene M. Barnett Maurine C. McEvoy Paul B. McEvoy Raymond Williams	Overriding Royalty Owner and Amount
3.00000% 3.89000% 1.00000%	4.25000% 2.00000% 3.89000%	3.12500% 1 3.89000%	4.25000% 2.00000% 1 3.89000%	0.17344% 0.17343% 0.08672% 0.08672% 0.04688% 0.023444%	
Brooks Bowen 50% Douglas Friedel 50%	Brooks Bowen 50% Douglas Friedel 50%	Brooks Bowen 50% Douglas Friedel 50%	Brooks Bowen 50% Douglas Friedel 50%		Working Interest Owner and Amount
50% 1.	0 1 .	0.	0 * 0 *		Pert: Of Trace

EXHIBIT "B" Page 6. Revised 1/1/91

Drickey Queen Sand Unit

3 4	ω ω	3 2	31	30	29	28	27	25	Tract
NW/4 NW/4 Sec. 16, T14S, R31E	NE/4 SW/4 Sec. 16, T14S, R31E	NW/4 NE/4 Sec. 2, T14S, R31E	SW/4 SW/4 Sec. 35, T13S, R31E	SW/4 SE/4 Sec. 16, T14S, R31E	SE/4 Sec. 2, T14S, R31E	SE/4 SW/4 Sec. 35, T13S, R31E	SW/4 NW/4 Sec. 16, T14S, R31E	NW/4 SE/4 Sec. 16, T14S, R31E	Description
40	40	40.13	40	40	160	40	40	40	Number of Acres
E-4810-1	E-2858-2	E-2855	E-2635-5	E-1467-4	E-1380-4	E-521-11	E-478-4	B-10420-185	Lease and/or
12.5%	12.5%	12.5%	12.5%	12.5%	12.5%	12.5%	12.5%	12.5%	Basic Royalty
Union Oil of Calif.	Sohio Pet.	Chevron	Paul Slayton	Sun Oper. Ltd. Ptnrshp	Sun Oper. Ltd. Ptnrshp	Anadarko Pet. Corp.	Sun Oper. Ltd. Ptnrshp	Sohio Pet.	Lessee of Record
Leoneta S. Curtis Ralph & Frances Nix	Union Oil of CA Western OilProd. et al	Chevron USA Inc. Western Oil Prod. et al	Western Oil Prod. et al	Western Oil Prod. et al	Western Oil Prod. et al	Western Oil Prod et al Gladys F. Browne	Western Oil Prod. et al	Harlan Stead, Trustee of Spurck Trust Western Oil Prod. et al Harlan Stead, Trustee of Stead Trust Anton E. Kubitschek	Overriding Royalty Owner and Amount
1.16667% 1.16666%	5.46874% 3.89000%	20.00000% 3.89000%	3.89000%	3.89000%	3.89000%	3.89000% 0.87500%	3.89000%	3.00000% 3.89000% 1.00000% 1.00000%	
Brooks Bowen 50% Douglas Friedel 50%	Brooks Bowen 50% Douglas Friedel 50%	Brooks Bowen 50% Douglas Friedel 50%	Brooks Bowen 50% Douglas Friedel 50%	Brooks Bowen 50% Douglas Friedel 50%	Brooks Bowen 50% Douglas Friedel 50%	Brooks Bowen 50% Douglas Friedel 50%	Brooks Bowen 50% Douglas Friedel 50%	Brooks Bowen 50% Douglas Friedel 50%	Working Interest Owner and Amount
)% 1.04101)%)\$ 0.83550)\$	% 0.73567 1%	% 1.15724 %	% 0.51110 %	\$ 0.68953	% 1.44272 %	\$ 0.76208 \$	\$ 0.54846 8	Percent Participation Of Tract in Unit

Drickey Queen Sand Unit

7.5 (3	41	40	3 8	37	3 6	3 5	(cont	Tract	
NE/4 NW/4 Sec. 2, T14S, R31E	NE/4 NW/4 Sec. 16, T14S,.R31E	SE/4 NW/4 & SE/4 SW/4 Sec. 2, Tl4S,	NE/4 SW/4 & 2. NW/4 SE/4 Sec. 35,T13S, R31E; W/2 W/2 Sec. 2, T14S,	NE/4 & S/2 NW/4 Sec. 35, T13S, R31E	SE/4 SE/4 Sec. 16, T14S, R31E	NE/4 NE/4 Sec. 2, T14S, R31E	(continued from page 6)	Description	
40.19	40	80 R31E	240.27	240	40	40.05		Number of Acres	
E-8333-3	E-7662	E-7661-2	E-6401-3	E-5988-5	E-5665	E-5665		Lease and/or Assignment No.	
12.5%	12.5%	12.5%	12.5%	12.5%	12.5%	12.5%		Basic Royalty	
Sohio Pet.	Chevron	Sohio Pet. & J. M. Zachary	OXY USA Inc.	Sun Oper. Ltd Ptnrshp	Chevron	Chevron		Lessee of Record	Drickey Queen Sand Unit
Western Oil Prod. et al	Western Oil Prod. et al	Western Oil Prod. et al	Western Oil Prod. et al	Western Oil Prod. et al	Western Oil Prod. et al	Chevron USA Western Oil Prod. et al	R. H. Hannifin Kathryn H. McCormack Margaret H. Wygocki Betty Adkins Daniel L. Hannifin Patrick J. Hannifin Petrick J. Hannifin	Overriding Royalty Owner and Amount	ind Unit
3.89000%	3.89000%	3.89000%	3,89000%	3.89000%	3,89000%	8.20312 % 3.89000 %	0.19445% 0.19445% 0.19445% 0.19444% 0.19444% 0.19444% 3.89000%		
Brooks Bowen E Douglas Friedel 5	Brooks Bowen 5 Douglas Friedel 5	Brooks Bowen 5 Douglas Friedel 5	Brooks Bowen 5 Douglas Friedel 5	Brooks Bowen 5 Douglas Friedel 5	Brooks Bowen 5 Douglas Friedel 5	Brooks Bowen 5 Douglas Friedel 5		Working Interest Owner and Amount	
50% 1.05340 50%	50% 0.77999 50%	50% 2.06003 50%	50% 5.15908 50%	50% 5.73297 50%	50% 0.72276 50%	50% 0.19644 50%		Percent Participation Of Tract in Unit	

26 State Tracts

1760.64 Acres

33.75531% of Unit

EXHIBIT "B"

					EVUTOTI B	Ĭ		Pa	Page 8
					Drickey Queen Sand Unit	and Unit		Revised 1.	/1/91
Tract	Description	Number of Acres	Lease and/or Assignment No.	Basic Royalty	Lessee of Record	Overriding Royalty Owner and Amount		Working Interest Pa	Percent articipation Tract in Unit
43	NW/4 SE/4 & E/2 NE/4 Sec. 22, T14S, R31E	120	Fee Land	12.5%	Morris R. Antweil et al	Judy C. Pierson 1 Donald Conrad Western Oil Prod. et al	11.25000% 11.25000% 3.89000%	Brooks Bowen 50% Douglas Friedel 50%	2.91786
45	SW/4 Sec. 112 T14S, R31E	120	Fee Land	12.5%	Chevron	Western Oil Prod. et al	3.89000%	Brooks Bowen 50% Douglas Friedel 50%	2.40477
46	W/2 NE/4 Sec. 22, T14S, R31E	80	Fee Land	12.5%	Bruce K. Matlock	Atlantic Richfield Co. E. T. Anderson Herbert A. Savage, Jr O'Neill Properties, Ltd Western Oil Prod. et al	3.12500% 0.63281% 0.42188% 0.21094% 3.89000%	Brooks Bowen 50% Douglas Friedel 50%	2.00000
47	NW/4 Sec. 11, T14S, R31E	160	Fee Land	12.5%	Chevron	Chevron USA Inc. Western Oil Prod. et al	5.46880% 3.89000%	Brooks Bowen 50% Douglas Friedel 50%	3.83945
48	NW/4 NW/4 & S/2 NW/4 Sec 14, N/2 NE/4 & NW/4 NW/4 & SE/4 NW/4 Sec. 15, T14S, R31E	280	Fee Land	12.5%	Union Oil	Union Oil of California Western Oil Prod. et al	5.46875% 3.89000%	Brooks Bowen 50% Douglas Friedel 50%	2.45748
49	NE/4 NW/4 Sec. 15, T14S, R31E	40	Fee Land	12.5%	Union Oil	Union Oil of California Western Oil Prod. et al	5.46875% 3.89000%	Brooks Bowen 50% Douglas Friedel 50%	1.03990

Number Description Acres Assignment No. Basic Of Acres Assignment No. Royalty Record Owner and Amount		Tract	50	51
Lessee Lease and/or Assignment No. Fee Land Royalty 12.5% Union Oil 12.5% Union Oil		Description	S/2 NE/4 Sec. 15 T14S, R31E	NW/4 NE/4 & NE/4 NW/4 & N/2 SW/4 & SW/4 SW/4 Sec. 14, T14S, R31E
Lessee Basic Royalty Record 12.5% Union Oil 12.5% Union Oil		Number of Acres	80	200
Drickey Queen San Lessee of Record Union Oil Union Oil		Lease and/or Assignment No.	Fee Land	Fee Land
Lessee of Overriding Royalty Record Owner and Amount Union Oil Union Oil of California Western Oil Prod. et al Union Oil Western Oil Prod. et al		Basic Royalty	12.5%	12.5%
Overriding Royalty Owner and Amount Union Oil of California Western Oil Prod. et al Western Oil Prod. et al	Drickey Queen S	Lessee of Record	Union Oil	Union Oil
5.46875% 3.89000% 3.89000%	and Unit	Overriding Royalty Owner and Amount		Western Oil Prod. et al 3.89000%
Par Par	Revised 1/1/91	•		

8 Patented Land Tracts

1080 Acres

16.26806% of Unit

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10. A 20 & SS HALL



COMMISSIONER



SLO REF. NO. 0G-434

Commissioner of Public Lands

September 7, 1987

P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148

General Operating Company Attention: Binion H. Carr P. O. Box 877 Wichita Falls, Texas 76307

Re: Drickey Queen Sand Unit

1987 Plan of Development Chaves County, New Mexico

Gentlemen:

The Commissioner of Public Lands has this date approved the above captioned Plan of Development. Our approval is subject to like approval by all appropriate agencies.

If we may be of further help, please do not hesitate to call on us.

Very truly yours,

(505) 827-5744

W. R. HUMPHRIES COMMISSIONER OF PUBLIC LANDS

BY: Contain and ELOYD O. PRANDO, Director Oil & Gas Division

WRH/FOP/ams
enclosure
co:Bureau of Land Management
Oil Conservation Div:sion

State of New Mexico

1744

SLO REF NO OG-896





COMMISSIONER



Commissioner of Public Lands

P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148

September 26, 1988

Oil Reports and Gas Services, Inc. Attn: Ms. Donna Holler P. O. Box 755 Hobbs, New Mexico 88241

Re: Change in Unit Operator
Drickey Queen Sand Unit
Chaves County, New Mexico

Gentlemen:

This office is in receipt of your letter of September 20, 1988, together with a revised Exhibit "B" and a Change in Unit Operator by Assignment, wherein General Operating Co., Inc. has designated Circle Ridge Production, Inc. as unit operator of the Drickey Queen Sand Unit Area.

The Commissioner of Public Lands has this date approved Circle Ridge Production, Inc. as the new unit operator of the Drickey Queen Sand Unit Area.

If we may be of further help please do not hesitate to call on us.

Very truly yours,

W. R. HUMPHRIES COMMISSIONER OF PUBLIC LANDS

BY: Scale Yhan
FLOYD O. PRANDO, Director
Oil and Gas Division
(505) 827-5744

WRH/FOP/pm encls. cc: OCD BLM

DA. Danes Let men Menten (....



COMMISSIONER

State of New Mexico



Commissioner of Public Lands January 16, 1976



P. O. BOX 1148 SANTA FE, NEW MEXICO 87501

Loses & Carson, P.A. 300 American Home Building P. O. Drawer 239 Artesia, New Mexico 88210

> Re: Drickey Queen Sand Unit Chaves County, New Mexico DESIGNATION OF UNIT OPERATOR

ATTENTION: Mr. A. J. Losee

Gentlemen:

Your letter of January 12, 1976, has been received together with two copies of Designation and Acceptance of Unit Operator for the Drickey Queen Sand Unit, Chaves County, New Mexico.

The Commissioner of Public Lands has this date approved the designation of Gane A. Snow as the successor unit operator for the Drickey Queen Sand Unit and has also accepted the resignation of Weldon S. Guest and I. J. Wolfson.

This approval is subject to like approval by the United States Geological Survey.

One approved copy is enclosed for your files.

Very truly yours.

PHIL R. LUCERO COMMISSIONER OF PUBLIC LANDS

BY: RAY D. GRAHAM, Director Oil and Gas Division

PRL/RDG/s encl.

cc:

USGS-Roswell, New Mexico OCC- Santa Pe, New Mexico

FIFTH AMENDMENT TO DECLARATION

WHEREAS, under dates of October 12, 1959, February 12, 1960, March 31, 1960, March 17, 1961 and October 2, 1961, Cities Service Petroleum Company, now Cities Service Oil Company, executed a Declaration and four Amendments to Declaration in accordance with the provisions of the Unit Agreement covering the Drickey Queen Sand Unit, Caprock Field, Chaves County, New Mexico, which Declaration is recorded in Book 71, Page 216, and which Amendments to Declaration are recorded in Book 74, Page 85, Book 74, Page 467, Book 79, Page 43 and Book 81, Page 32, respectively, of the records of Chaves County, New Mexico; and

WHEREAS, said Declaration and Amendments to Declaration, among other things, describe the lands to be included in the Drickey Queen Sand Unit, Caprock Field. Chares County. New Mexico.

NOW: THEREFORE, it is the desire of Cities Service Oil Company, as Unit Operator, and pursuant to the terms of said Unit Agreement to amend the Declaration and Amendments to Declaration to enlarge the Drickey Queen Sand Unit, Caprock Field, Chaves County, New Mexico, effective 7:00 A.M. October 1, 1964 by the inclusion of Tract 46 covering the following described lands, to-wit:

W/2 NE/4 Section 22, Township 14 South, Range 31 East, Chaves County, New Mexico.

Tract No. 46 s to participate only in the Unit Secondary Production to the extent of 2.0 percent of such Secondary Production from and after 7:00 A.M. October 1, 1964.

Attached hereto and made a part hereof are Sixth Revised Exhibits "A" and "B"

Except as hereby amended, said Declaration and Amendments to Declaration are to be and remain in full force and effect.

IN WITNESS WHEREOF, this instrument is executed this 3rd day of September, 1964 by Mark F. Payton, Attorney-in-Fact for Cities Service Oil Company.

	CITIES SERVICE OIL COMPANY
	Mark F. Payton, Attorney-in-Fact
	Mark F. Payton! Attorney-in-Fact
STATE OF OKLAHOMA)	
) SS	
COUNTY OF WASHINGTON)	
On this 3 day of Su	tube: 1964, before me personally, to me known to be the person who executed
appeared Wark F. Payton	, to me known to be the person who executed
	-in-Fact in behalf of Cities Service Oil Company,
	e same as the free act and deed of said Cities
Service Oil Company.	
My Commission Expires:	Dora M Wedman

My commission expires February 9, 1965

Notary Public