

## PUBLIC NOTICE

### SALE OF OIL AND GAS LEASES

Office of the Commissioner of Public Lands  
P.O. Box 1148  
Santa Fe, New Mexico 87504-1148

Public Notice is hereby given pursuant to New Mexico Law 1929, Chapter 125, Section B, as amended, and rules and regulations of the State Land Office, that the Commissioner of Public Lands will hold a sale of oil and gas leases at Morgan Hall, Edward J. Lopez State Land Office Building, Santa Fe, New Mexico, at 9:30 a.m., on October 16, 2012 for the tracts of land herein described. The sale will be held and conducted in accordance with the following terms and conditions:

No bids will be considered for less than the whole of any tract, nor for less than the specified minimum acceptable bid. Separate bids must be made for each tract, and a separate remittance made for each bid.

Sealed bids must be plainly marked, "Oil and Gas Sealed Bid" on the outside of the envelope, along with the date and hour to be opened. Sealed bids may be submitted by mail or otherwise to the Commissioner of Public Lands. All bids submitted will be opened at 9:30 a.m. for the Regular Sale, and at the specified time for the Special Sale on said date. The lease will be awarded to the highest bidder, if the offer made is deemed to be satisfactory.

Sealed bids must be on the proper form issued by the New Mexico State Land Office, complete, and notarized, and must be accompanied by a check, money order, or certified check drawn on a solvent bank. This payment must include the amount bid, plus the application fee of \$30.00.

Each tract on which no sealed bid is received in the Special Sale may then be offered for oral bidding at the public auction, and awarded to the highest bidder.


The successful bidder in every case of oral bidding will be required to deposit forthwith, in cash or by check, money order or certified check drawn on a solvent bank, the amount bid, plus the application fee of \$30.00, and to file application in due form before the close of business on said date.

The applications received pursuant hereto will be deemed to have been filed simultaneously. In all cases, leases will be made on the specified Lease Form as set forth in the Sale Notice. Application forms will be furnished upon request. Form 0-00 (formerly No. OG-57) Bid Application, is applicable to all Lease Forms advertised in this Sale Notice.

Disabled individuals who require aids to participate in the Oil & Gas Lease Sale may call (505) 827-5744, e-mail Debbie Tise at [dtise@slo.state.nm.us](mailto:dtise@slo.state.nm.us), or contact Relay New Mexico at (505) 292-0454 or the AT&T Operator Service for TTY at (800) 855-1155.

The State Land Office makes no warranty as to the conditions of the lands. Lessees must comply with all applicable federal and state laws or regulations.

THE COMMISSIONER RESERVES THE RIGHT TO REJECT ANY AND ALL BIDS. ENVELOPES CONTAINING BIDS SHOULD BE MARKED, "OIL AND GAS SEALED BID."

  
RAY POWELL, MS, DVM  
COMMISSIONER OF PUBLIC LANDS

## NOTICE OF SALE

### OIL AND GAS LEASES

BY AUTHORITY VESTED IN ME, I, RAY POWELL, COMMISSIONER OF PUBLIC LANDS, WILL OFFER FOR SALE TO THE HIGHEST BIDDER, OIL AND GAS LEASES ON THE TRACTS OF LAND LISTED BELOW, UNDER THE FOLLOWING CONDITIONS:

1. NO BIDS WILL BE CONSIDERED FOR LESS THAN THE MINIMUM ACCEPTABLE BID AS LISTED IN THE SALE NOTICE, PLUS A \$30.00 APPLICATION FEE.
2. EACH BID MUST BE SUBMITTED FOR THE WHOLE OF ANY TRACT HEREIN DESCRIBED.
3. SEPARATE BIDS MUST BE MADE ON EACH TRACT, ACCOMPANIED BY A SEPARATE REMITTANCE.
4. PAYMENT SHALL BE MADE THE DAY OF THE SALE IN CASH, BY CHECK, MONEY ORDER, OR CERTIFIED CHECK ON A SOLVENT BANK.
5. ENVELOPES CONTAINING BIDS SHOULD BE PLAINLY MARKED "OIL AND GAS SEALED BID," GIVING DATE AND TIME OF SALE.
6. IN ALL CASES, LEASES WILL BE ISSUED ON THE APPROPRIATE STATUTORY LEASE FORM AS SET FORTH IN THE SALE NOTICE.
7. APPLICATION FORMS WILL BE MAILED UPON REQUEST. THE APPLICATION FORM MUST ACCOMPANY EACH SEALED BID.
8. ALL MONEY TENDERED BY BIDDERS WILL BE RETURNED IF THEIR BIDS ARE UNSUCCESSFUL.
9. SALE WILL BE HELD IN MORGAN HALL, EDWARD J. LOPEZ STATE LAND OFFICE BUILDING, 310 OLD SANTA FE TRAIL, SANTA FE, NEW MEXICO.
10. THE COMMISSIONER OF PUBLIC LANDS RESERVES THE RIGHT TO REJECT ANY AND ALL BIDS.

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

COMMISSIONER OF PUBLIC LANDS  
SANTA FE, NEW MEXICO

NEW MEXICO STATE LAND OFFICE  
LEASE SALE NOTICE

\*\*\*\*\* SEALED TRACTS \*\*\*\*\*

Regular Sale - DEADLINE FOR SEALED BIDS IS 9:30 AM - OCTOBER 16, 2012

NOTE : THE FOLLOWING TRACTS WILL BE OFFERED FOR SEALED BID PURSUANT TO THE NOTICES. LEASES FOR THE FOLLOWING TRACTS WILL BE ISSUED ON SECTION 19-10-4.2 NMSA 1978, DISCOVERY LEASE FORM, FIVE(5) YEAR TERM, 1/6th ROYALTY, AND HAVE BEEN CLASSIFIED AND CATEGORIZED IN COMPLIANCE WITH 19-10-3 NMSA 1978.

TRACT #	COUNTY	SEC TWP RGE	DESCRIPTION	ACRES (MORE OR LESS)	PRIMARY RENTAL	MINIMUM ACCEPTABLE BID
001 V0-001	Chaves	22 09S 27E	ALL	640.00	\$0.50	\$10,000.00
002 V0-002 (D)	Eddy	16 21S 25E	E2	320.00	\$1.00	\$5,000.00
003 V0-003	Lea	14 15S 32E	N2, SW4, NE4SE4, SW4SE4	560.00	\$0.50	\$9,000.00
004 V0-004	Lea	33 17S 36E	NE4, SW4, SW4SE4	360.00	\$1.00	\$5,500.00
005 V0-005	Lea	19 19S 36E	NE4	160.00	\$1.00	\$2,500.00
006 V0-006	San Juan	36 30N 16W	NE4NE4, SW4NE4, NW4	240.00	\$1.00	\$3,500.00

Regular Sale - DEADLINE FOR SEALED BIDS IS 9:30 AM - OCTOBER 16, 2012

NOTE : THE FOLLOWING TRACTS WILL BE OFFERED FOR SEALED BID PURSUANT TO THE NOTICES. LEASES FOR THE FOLLOWING TRACTS WILL BE ISSUED ON SECTION 19-10-4.3 NMSA 1978, DEVELOPMENT LEASE FORM, FIVE(5) YEAR TERM, 3/16th ROYALTY, AND HAVE BEEN CLASSIFIED AND CATEGORIZED IN COMPLIANCE WITH 19-10-3 NMSA 1978.

TRACT #	COUNTY	SEC TWP RGE	DESCRIPTION	ACRES (MORE OR LESS)	PRIMARY RENTAL	MINIMUM ACCEPTABLE BID
007 VB-001	Eddy	12 16S 31E	N2NE4, SW4NE4, W2	440.00	\$1.00	\$7,000.00
008 VB-002	Lea	11 15S 32E	N2	320.00	\$0.50	\$5,000.00
009 VB-003	Lea	26 15S 33E	NW4	160.00	\$0.50	\$2,500.00
010 VB-004 (D)	Lea	06 16S 34E	LOT(S) 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16, 17, 18, E2SW4, SE4 (ALL)	933.60	\$1.00	\$14,000.00
011 VB-005	Lea	20 16S 35E	SW4	160.00	\$1.00	\$2,500.00
012 VB-006	Lea	35 16S 35E	SE4	160.00	\$1.00	\$2,500.00

D: ALL OR PORTION OF SURFACE NON-STATE

ALL HIGH BIDS ARE SUBJECT TO APPROVAL BY THE COMMISSIONER OF PUBLIC LANDS

[www.nmstatelands.org](http://www.nmstatelands.org)

\*\*\*\*\* ORAL TRACTS \*\*\*\*\*

Regular Sale - ORAL BID OCTOBER 16, 2012

NOTE : THE FOLLOWING TRACTS WILL BE OFFERED FOR ORAL BID PURSUANT TO THE NOTICES. LEASES FOR THE FOLLOWING TRACTS WILL BE ISSUED ON SECTION 19-10-4.2 NMSA 1978, DISCOVERY LEASE FORM, FIVE(5) YEAR TERM, 1/6th ROYALTY, AND HAVE BEEN CLASSIFIED AND CATEGORIZED IN COMPLIANCE WITH 19-10-3 NMSA 1978.

TRACT #	COUNTY	SEC TWP RGE	DESCRIPTION	ACRES (MORE OR LESS)	PRIMARY RENTAL	MINIMUM ACCEPTABLE BID
013 V0-O-001	Chaves	21 09S 27E	E2	320.00	\$0.50	\$5,000.00
014 V0-O-002	Chaves	27 09S 27E	E2NW4	80.00	\$0.50	\$1,500.00
015 V0-O-003	Eddy	15 21S 25E	N2	320.00	\$1.00	\$5,000.00
016 V0-O-004	Eddy	32 21S 25E	S2	320.00	\$1.00	\$5,000.00
017 V0-O-005 (D)	Lea	04 16S 34E	LOT(S) 1, 2, 7, 8, 9, 10, 15, 16, SW4, N2SE4	568.61	\$1.00	\$9,000.00
018 V0-O-006 (D)	Lea	11 16S 34E	E2, NW4	480.00	\$1.00	\$7,500.00
019 V0-O-007 (D)	Lea	33 18S 36E	S2S2	160.00	\$1.00	\$2,500.00

Regular Sale - ORAL BID OCTOBER 16, 2012

NOTE : THE FOLLOWING TRACTS WILL BE OFFERED FOR ORAL BID PURSUANT TO THE NOTICES. LEASES FOR THE FOLLOWING TRACTS WILL BE ISSUED ON SECTION 19-10-4.3 NMSA 1978, DEVELOPMENT LEASE FORM, FIVE(5) YEAR TERM, 3/16th ROYALTY, AND HAVE BEEN CLASSIFIED AND CATEGORIZED IN COMPLIANCE WITH 19-10-3 NMSA 1978.

TRACT #	COUNTY	SEC TWP RGE	DESCRIPTION	ACRES (MORE OR LESS)	PRIMARY RENTAL	MINIMUM ACCEPTABLE BID
020 VB-O-001	Eddy	11 16S 31E	SW4SW4, NE4SE4, S2SE4	160.00	\$1.00	\$2,500.00
021 VB-O-002 (E)	Lea	06 10S 34E	LOT(S) 1, 2, 3, 4, 5, 6, 7, S2NE4, SE4NW4, E2SW4, SE4 (ALL)	636.56	\$0.50	\$10,000.00
022 VB-O-003	Lea	31 13S 33E	E2	320.00	\$0.50	\$5,000.00
023 VB-O-004	Lea	11 15S 32E	S2	320.00	\$0.50	\$5,000.00
024 VB-O-005	Lea	27 16S 35E	SW4	160.00	\$1.00	\$2,500.00
025 VB-O-006	Lea	04 16S 38E	LOT(S) 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16	692.00	\$1.00	\$11,000.00
026 VB-O-007	Lea	04 16S 38E	S2	320.00	\$1.00	\$5,000.00

D: ALL OR PORTION OF SURFACE NON-STATE  
 E: SUBJECT TO 3/2012 CONSERVATION AGREEMENT

# NEW MEXICO STATE LAND OFFICE

## BID APPLICATION FOR A STATE OF NEW MEXICO OIL AND GAS LEASE

OGRID No. \_\_\_\_\_

TO: Commissioner of Public Lands  
P.O. Box 1148  
Santa Fe, New Mexico 87504-1148

*( Please print the name of the legal entity, or, if applying as an individual, the personal name. )*

whose address is \_\_\_\_\_,  
( mailing address ) ( city ) ( state ) ( zip code )

a corporation qualified to do business in New Mexico, OR a citizen (or eligible to become a citizen) of the United States, over the age of twenty-one years hereby makes application for an oil and gas lease for the exploration, development and production of oil and natural gas thereon, upon the following described

land situated in the County of \_\_\_\_\_, State of New Mexico, to-wit:

<u>TRACT NUMBER</u>	<u>LAND DESCRIPTION</u>	<input type="checkbox"/> <u>REGULAR SALE</u>	<input type="checkbox"/> <u>SPECIAL SALE</u>
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containing \_\_\_\_\_ acres, more or less.

Tendered herewith as bonus and first year's rental thereon is the sum of \$ \_\_\_\_\_, plus an application fee of \$30.00;  
( a ) ( b )

Total remittance sum of ( a ) and ( b ).....\$ \_\_\_\_\_.

I, \_\_\_\_\_  
( Please print name of applicant or of attorney in fact / authorized agent. )

do solemnly swear that every statement made in this application is true and correct to the best of my knowledge and belief.

\_\_\_\_\_  
*(Signature of individual or of attorney in fact / authorized agent)*

### Acknowledgment in an Individual Capacity:

State of \_\_\_\_\_ )  
 \_\_\_\_\_ ) SS)  
 County of \_\_\_\_\_ )

This instrument was acknowledged before me on \_\_\_\_\_  
Date

By \_\_\_\_\_  
Name of Person

(Seal)

\_\_\_\_\_  
Signature of Notarial Officer

My commission expires: \_\_\_\_\_

### Acknowledgment in a Representative Capacity:

State of \_\_\_\_\_ )  
 \_\_\_\_\_ ) SS)  
 County of \_\_\_\_\_ )

This instrument was acknowledged before me on \_\_\_\_\_  
Date

By \_\_\_\_\_  
Name(s) of Person(s)

as \_\_\_\_\_ of \_\_\_\_\_  
Type of authority; e.g., officer, trustee, etc.      Name of party on behalf of whom instrument was executed

( Seal )

\_\_\_\_\_  
Signature of Notarial Officer

My commission expires: \_\_\_\_\_

**HOW TO MAKE A FEDWIRE DEPOSIT  
TO  
NEW MEXICO STATE LAND OFFICE**

**Direct any questions concerning this type of payment to Margaret Sena in the State Land Office  
Accounting Office at 505-827-5705**

When you intend to pay by a wire transfer, please let the SLO Accounting Office know by filling out the form below. You can include the form inside any sealed bid you offer to the SLO. You can get copies of the form by calling the Accounting Office at (505) 827-5700.

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**NEW MEXICO STATE LAND OFFICE  
DRAFT FOR OIL & GAS SALE**

DATE \_\_\_\_\_ 20\_\_

PAY TO THE  
ORDER OF           **COMMISSIONER OF PUBLIC LANDS**           \$ \_\_\_\_\_

\_\_\_\_\_ DOLLARS

TRACT # \_\_\_\_\_

Wells Fargo **COMPANY NAME** \_\_\_\_\_  
For the Account of State Land Commissioner

\_\_\_\_\_  
**AUTHORIZED AGENT**

TRACT #	LEASE #	SEC	TWP	RGE	DESCRIPTION	ACRES	BIDDER	BID AMOUNTS	PRICE/ACR
V0-S-001	V09266 00	33	15S	29E	SW4NW4, SE4SW4	80.00	YATES PETROLEUM CORPORATION THE BLANCO COMPANY CROWN OIL PARTNERS III, LP	\$62,493.60 \$13,000.00 \$2,700.00	\$781.17
V0-S-002	V09267 00	23	15S	33E	S2	320.00	FEATHERSTONE DEVELOPMENT CORP CROWN OIL PARTNERS III, LP WISE OIL & GAS NO.8, LTD. THE BLANCO COMPANY	\$16,324.00 \$7,500.00 \$6,570.00 \$6,000.00	\$51.01
V0-S-003	V09268 00	28	15S	33E	N2	320.00	THE BLANCO COMPANY CROWN OIL PARTNERS III, LP WISE OIL & GAS NO.8, LTD.	\$8,000.00 \$7,500.00 \$6,070.00	\$25.00
V0-S-004	V09269 00	9	18S	38E	NW4, S2SW4	240.00	WISE OIL & GAS NO.8, LTD. CROWN OIL PARTNERS III, LP THE BLANCO COMPANY	\$39,570.00 \$4,500.00 \$4,000.00	\$164.88
V0-S-005	V09270 00	17	18S	38E	N2NE4	80.00	WISE OIL & GAS NO.8, LTD. CROWN OIL PARTNERS III, LP	\$12,970.00 \$2,000.00	\$162.13
V0-S-006	V09271 00	36	18S	38E	SE4	160.00	WISE OIL & GAS NO.8, LTD. THE BLANCO COMPANY CROWN OIL PARTNERS III, LP	\$26,370.00 \$3,000.00 \$2,700.00	\$164.81
V0-S-007	V09272 00	7	19S	36E	N2NE4, SE4	240.00	FEATHERSTONE DEVELOPMENT CORP CROWN OIL PARTNERS III, LP WISE OIL & GAS NO.8, LTD. THE BLANCO COMPANY	\$103,000.00 \$48,000.00 \$39,570.00 \$11,000.00	\$429.17
V0-S-008	V09273 00	9	19S	36E	S2	320.00	FEATHERSTONE DEVELOPMENT CORP CHASE OIL CORPORATION CROWN OIL PARTNERS III, LP WISE OIL & GAS NO.8, LTD. THE BLANCO COMPANY	\$123,000.00 \$113,620.00 \$88,000.00 \$49,770.00 \$7,000.00	\$384.38
V0-S-009	V09274 00	17	19S	36E	E2NE4, NW4, NW4SW4, E2SE4	360.00	CROWN OIL PARTNERS III, LP WISE OIL & GAS NO.8, LTD. THE BLANCO COMPANY	\$90,000.00 \$58,970.00 \$9,000.00	\$250.00
V0-S-010	V09275 00	28	19S	36E	NE4	160.00	WISE OIL & GAS NO.8, LTD. THE BLANCO COMPANY	\$26,770.00 \$5,000.00	\$167.31
V0-S-011	V09276 00	11	19S	37E	N2SE4, SE4SE4	120.00	WISE OIL & GAS NO.8, LTD. CROWN OIL PARTNERS III, LP	\$14,670.00 \$3,000.00	\$122.25
V0-S-012	V09277 00	15	24S	35E	ALL	640.00	ENERGEN RESOURCES CORPORATION DOUG J. SCHUTZ YATES PETROLEUM CORPORATION WISE OIL & GAS NO.8, LTD. THE BLANCO COMPANY CHALFANT PROPERTIES, INC.	\$1,956,480.00 \$656,000.00 \$235,308.80 \$170,070.00 \$14,000.00 \$11,111.11	\$3,057.00

TRACT #	LEASE #	SEC	TWP	RGE	DESCRIPTION	ACRES	BIDDER	BID AMOUNTS	PRICE/ACR
VB-S-001	VB2194 00	5	25S	28E	SE4	160.00	DOUG J. SCHUTZ LEGEND NATURAL GAS III LIMITE THE ALLAR COMPANY COG OPERATING LLC FEATHERSTONE DEVELOPMENT CORP YATES PETROLEUM CORPORATION CROWN OIL PARTNERS III, LP THE BLANCO COMPANY	\$1,011,111.11 \$824,161.60 \$512,800.00 \$400,000.00 \$259,560.00 \$36,747.20 \$15,500.00 \$10,000.00	\$6,319.44
VB-S-002	VB2195 00	34	18S	36E	W2	320.00	CROWN OIL PARTNERS III, LP YATES PETROLEUM CORPORATION THE BLANCO COMPANY	\$251,000.00 \$181,654.40 \$12,000.00	\$784.38
VO-O-001	V09278 00	23	15S	33E	N2	320.00	THE BLANCO COMPANY	\$6,700.00	\$20.94
VO-O-002	V09279 00	27	15S	33E	N2	320.00	BRANEX RESOURCES INC	\$20,500.00	\$64.06
VO-O-003	V09280 00	28	15S	33E	S2	320.00	WISE OIL & GAS NO.8, LTD.	\$31,500.00	\$98.44
VO-O-004	V09281 00	8	18S	37E	NE4, S2NW4, SW4	400.00	CROWN OIL PARTNERS III, LP	\$14,000.00	\$35.00
VO-O-005	V09282 00	3	19S	36E	LOT(S) 3, 4, S2NW4, SW4	318.96	CROWN OIL PARTNERS III, LP	\$140,000.00	\$438.93
VO-O-006	V09283 00	4	19S	36E	LOT(S) 1, 2, 3, 4, S2N2	317.64	CROWN OIL PARTNERS III, LP	\$150,000.00	\$472.23
VO-O-007	V09284 00	4	19S	36E	S2	320.00	CROWN OIL PARTNERS III, LP	\$110,000.00	\$343.75
VO-O-008	V09285 00	9	19S	36E	N2	320.00	CHASE OIL CORPORATION	\$115,000.00	\$359.38
VO-O-009	V09286 00	16	19S	36E	N2, SE4SW4	360.00	CHASE OIL CORPORATION	\$70,000.00	\$194.44
VO-O-010	V09287 00	17	19S	36E	W2NE4, E2SW4, W2SE4	240.00	CROWN OIL PARTNERS III, LP	\$26,000.00	\$108.33
VO-O-011	V09288 00	2	19S	37E	LOT(S) 1, 2, 3, 4, S2N2, SE4SE4	367.84	BRANEX RESOURCES INC	\$7,900.00	\$21.48
VO-O-012	V09289 00	16	24S	35E	N2	320.00	ENERGEN RESOURCES CORPORATION	\$335,000.00	\$1,046.88
VB-O-001	VB2196 00	16	14S	29E	SW4, W2SE4, SE4SE4	280.00	THE BLANCO COMPANY	\$95,000.00	\$339.29
VB-O-002	VB2197 00	21	14S	29E	NE4NE4	40.00	CHASE OIL CORPORATION	\$11,500.00	\$287.50
VB-O-003	VB2198 00	32	16S	34E	N2	320.00	BRANEX RESOURCES INC	\$17,500.00	\$54.69

\*\*\*\* END OF REPORT \*\*\*\*



**HIGHEST BID ANALYSIS**  
**REGULAR SALE September 18, 2012**

Total \$4,892,358.71 for 29 tracts covering 8,084.44 Acres...\$605.16 per acre.  
Sealed (Five Year) \$3,741,758.71 for 14 tracts covering 3,520.00 Acres...\$1,063.00 per acre.  
Oral (Five Year) \$1,150,600.00 for 15 tracts covering 4,564.44 Acres...\$252.08 per acre.

Total of 29 tracts were offered.... 29 tracts were sold.

**Highest Sealed Bid (Five Year Term)** ALL of Section 15, Township 24 South, Range 35 East, containing 640.00 acres, more or less, in Lea County, approximately 19 miles southwest of Eunice, New Mexico, by Energen Resources Corp., NM.  
**Tract No. V0-012**  
**\$ 1,956,480.00**

**Highest Sealed Bid (Five Year Term)** SE4 of Section 05, Township 25 South, Range 28 East, containing 160.00 acres, more or less, in Eddy County, approximately 18 miles southeast of Carlsbad, New Mexico, by Doug Schutz of Santa Fe, NM.  
**Per Acre**  
**Tract No. VB-001**  
**\$ 6,319.44**

**Highest Oral Bid (Five Year Term)** N2 of Section 16, Township 24 South, Range 35 East, containing 320.00 acres, more or less, in Lea County, approximately 20 miles southwest of Eunice, New Mexico, by Energen Resources Corp., NM.  
**Tract No. V0-O-012**  
**\$ 335,000.00**

**Highest Oral Bid (Five Year Term)** N2 of Section 16, Township 24 South, Range 35 East, containing 320.00 acres, more or less, in Lea County, approximately 20 miles southwest of Eunice, New Mexico, by Energen Resources Corp., NM.  
**Per Acre**  
**Tract No. V0-O-012**  
**\$ 1,046.88**

September 2011 Regular Sale was \$9,990,591.10 for 8,140.07 acres or \$5,098,232.39 more than the September 2012 Regular Sale.

No Special Sale

Total Sale was \$4,892,358.71



Ray Powell, M.S., D.V.M.  
COMMISSIONER

*State of New Mexico*  
*Commissioner of Public Lands*

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

COMMISSIONER'S OFFICE

Phone (505) 827-5760

Fax (505) 827-5766

[www.nmstatelands.org](http://www.nmstatelands.org)

July 25, 2012

Dear representatives of the oil and gas industry:

As you may be aware, on March 2, 2012, I signed a Candidate Conservation Agreement with Assurances (CCAA) with the United States Fish and Wildlife Service (USFWS) and the Center of Excellence for Hazardous Material Management (CEHMM). The USFWS cited this and similar agreements between industry and the federal government as being instrumental in its June 2012 decision not to list the Dunes Sagebrush Lizard (DSL) under the Endangered Species Act.

This agreement, the result of years of work with the oil and gas industry, the agricultural community, and the Bureau of Land Management, will protect the health of our natural world while ensuring economic activity that supports communities, universities, hospitals and our other beneficiary institutions while helping keep our taxes down. It represents the largest such accord in the nation -- more than 247,000 acres.

Participation in the CCAA virtually assures that oil and gas activity can continue in areas inhabited by the Lesser Prairie Chicken (LPC) and/or the DSL while meeting conservation objectives for these two species.

In the case of an Endangered Species Act listing in the absence of a CCAA, oil and gas development in the species' range would likely be severely delayed by the requisite USFWS consultation process.

The CCAA<sup>1</sup> agreement is available for your review at the State Land Office website [www.nmstatelands.org/ConservationAgreement.aspx](http://www.nmstatelands.org/ConservationAgreement.aspx). Also available on this page are a habitat map and other information concerning the agreement that may be of interest to you.

I encourage all leaseholders and operators to enroll and participate fully in this voluntary program. By agreeing to conduct certain conservation measures the

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<sup>1</sup> The CCAA may also be referred to in Oil and Gas Sale Notices as "Subject to 3/2012 Conservation Agreement" due to system restrictions on the length of footnotes.

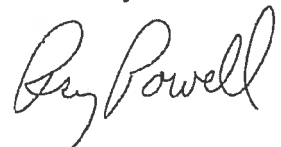
USFWS provides regulatory certainty (assurances) concerning land use restrictions that might otherwise apply should the LPC or DSL become listed in the future as threatened or endangered species.

An example of the measures required under the CCAA includes: a requirement that power lines be buried within two miles of LPC lek sites, active at least once in the past five years, or within one mile of historic LPC lek sites. Other requirements include providing escape ramps for open water sources, minimizing surface disturbances, and avoiding DSL habitat.

The health of our state lands and the success of our oil and gas industry are of prime importance to New Mexicans. This agreement helps ensure the future of both.

Please do not hesitate to contact me or my office with any questions or concerns you may have.

Sincerely,

A handwritten signature in black ink that reads "Ray Powell". The signature is written in a cursive style with a large, looped initial "R".

Ray Powell, M.S., D.V.M.  
Commissioner of Public Lands

~~~~~*Do you need New Mexico oil and gas info?*~~~~~

▶▶▶ **USEFUL NEW MEXICO OIL AND GAS LINKS** ◀◀◀

New Mexico State Land Office, leasing/royalty management agency  
for state trust lands: [www.nmstatelands.org](http://www.nmstatelands.org)

New Mexico Tech site for State Land Office ONGARD data  
presentation to the public.  
<http://octane.nmt.edu/slo/>

ONGARD database for open acres and a wealth of other state data  
you didn't know you needed.  
<http://www.ongard.state.nm.us/>

NM Bureau of Geology and Mineral Resources, subsurface geology  
for the state.  
Their publications website: <http://geoinfo.nmt.edu/>

NM Oil Conservation Division, oil industry regulatory agency for  
operating in New Mexico, plus well and  
production data: <http://www.emnrd.state.nm.us/ocd/>

# 2012

## NEW MEXICO STATE LAND OFFICE



### SALE CALENDAR

Regularly scheduled sale  
(Third Tuesday of each month)

Last day to nominate tracts for  
next monthly sale

To nominate tracts for an oil and gas lease sale, call the Oil, Gas, and Minerals Division Geologists at 505-827-5774 or 505-827-5748, submit your nomination in writing, or by e-mail to, [jmraz@slo.state.nm.us](mailto:jmraz@slo.state.nm.us) or [dfuqua@slo.state.nm.us](mailto:dfuqua@slo.state.nm.us).

TO PRESERVE CONFIDENTIALITY OF YOUR NOMINATION, PLEASE MARK THE OUTSIDE OF YOUR ENVELOPE WITH THE WORDS **CONFIDENTIAL NOMINATION.**

New Mexico State Land Office  
Oil, Gas and Minerals Division  
P.O. Box 1148

Santa Fe, NM 87504-1148.

Fax number is 505-827-4739.

Fax communication may not be confidential.

Our Web page address is [www.nmstatelands.org](http://www.nmstatelands.org).

| January |    |    |    |    |    |    |
|---------|----|----|----|----|----|----|
| Su      | Mo | Tu | We | Th | Fr | Sa |
| 1       | 2  | 3  | 4  | 5  | 6  | 7  |
| 8       | 9  | 10 | 11 | 12 | 13 | 14 |
| 15      | 16 | 17 | 18 | 19 | 20 | 21 |
| 22      | 23 | 24 | 25 | 26 | 27 | 28 |
| 29      | 30 | 31 |    |    |    |    |

| February |    |    |    |    |    |    |
|----------|----|----|----|----|----|----|
| Su       | Mo | Tu | We | Th | Fr | Sa |
|          |    |    | 1  | 2  | 3  | 4  |
| 5        | 6  | 7  | 8  | 9  | 10 | 11 |
| 12       | 13 | 14 | 15 | 16 | 17 | 18 |
| 19       | 20 | 21 | 22 | 23 | 24 | 25 |
| 26       | 27 | 28 | 29 |    |    |    |

| March |    |    |    |    |    |    |
|-------|----|----|----|----|----|----|
| Su    | Mo | Tu | We | Th | Fr | Sa |
|       |    |    |    | 1  | 2  | 3  |
| 4     | 5  | 6  | 7  | 8  | 9  | 10 |
| 11    | 12 | 13 | 14 | 15 | 16 | 17 |
| 18    | 19 | 20 | 21 | 22 | 23 | 24 |
| 25    | 26 | 27 | 28 | 29 | 30 | 31 |

| April |    |    |    |    |    |    |
|-------|----|----|----|----|----|----|
| Su    | Mo | Tu | We | Th | Fr | Sa |
| 1     | 2  | 3  | 4  | 5  | 6  | 7  |
| 8     | 9  | 10 | 11 | 12 | 13 | 14 |
| 15    | 16 | 17 | 18 | 19 | 20 | 21 |
| 22    | 23 | 24 | 25 | 26 | 27 | 28 |
| 29    | 30 |    |    |    |    |    |

| May |    |    |    |    |    |    |
|-----|----|----|----|----|----|----|
| Su  | Mo | Tu | We | Th | Fr | Sa |
|     |    | 1  | 2  | 3  | 4  | 5  |
| 6   | 7  | 8  | 9  | 10 | 11 | 12 |
| 13  | 14 | 15 | 16 | 17 | 18 | 19 |
| 20  | 21 | 22 | 23 | 24 | 25 | 26 |
| 27  | 28 | 29 | 30 | 31 |    |    |

| June |    |    |    |    |    |    |
|------|----|----|----|----|----|----|
| Su   | Mo | Tu | We | Th | Fr | Sa |
|      |    |    |    |    | 1  | 2  |
| 3    | 4  | 5  | 6  | 7  | 8  | 9  |
| 10   | 11 | 12 | 13 | 14 | 15 | 16 |
| 17   | 18 | 19 | 20 | 21 | 22 | 23 |
| 24   | 25 | 26 | 27 | 28 | 29 | 30 |

| July |    |    |    |    |    |    |
|------|----|----|----|----|----|----|
| Su   | Mo | Tu | We | Th | Fr | Sa |
| 1    | 2  | 3  | 4  | 5  | 6  | 7  |
| 8    | 9  | 10 | 11 | 12 | 13 | 14 |
| 15   | 16 | 17 | 18 | 19 | 20 | 21 |
| 22   | 23 | 24 | 25 | 26 | 27 | 28 |
| 29   | 30 | 31 |    |    |    |    |

| August |    |    |    |    |    |    |
|--------|----|----|----|----|----|----|
| Su     | Mo | Tu | We | Th | Fr | Sa |
|        |    |    | 1  | 2  | 3  | 4  |
| 5      | 6  | 7  | 8  | 9  | 10 | 11 |
| 12     | 13 | 14 | 15 | 16 | 17 | 18 |
| 19     | 20 | 21 | 22 | 23 | 24 | 25 |
| 26     | 27 | 28 | 29 | 30 | 31 |    |

| September |    |    |    |    |    |    |
|-----------|----|----|----|----|----|----|
| Su        | Mo | Tu | We | Th | Fr | Sa |
|           |    |    |    |    |    | 1  |
| 2         | 3  | 4  | 5  | 6  | 7  | 8  |
| 9         | 10 | 11 | 12 | 13 | 14 | 15 |
| 16        | 17 | 18 | 19 | 20 | 21 | 22 |
| 23        | 24 | 25 | 26 | 27 | 28 | 29 |
| 30        |    |    |    |    |    |    |

| October |    |    |    |    |    |    |
|---------|----|----|----|----|----|----|
| Su      | Mo | Tu | We | Th | Fr | Sa |
|         | 1  | 2  | 3  | 4  | 5  | 6  |
| 7       | 8  | 9  | 10 | 11 | 12 | 13 |
| 14      | 15 | 16 | 17 | 18 | 19 | 20 |
| 21      | 22 | 23 | 24 | 25 | 26 | 27 |
| 28      | 29 | 30 | 31 |    |    |    |

| November |    |    |    |    |    |    |
|----------|----|----|----|----|----|----|
| Su       | Mo | Tu | We | Th | Fr | Sa |
|          |    |    |    | 1  | 2  | 3  |
| 4        | 5  | 6  | 7  | 8  | 9  | 10 |
| 11       | 12 | 13 | 14 | 15 | 16 | 17 |
| 18       | 19 | 20 | 21 | 22 | 23 | 24 |
| 25       | 26 | 27 | 28 | 29 | 30 |    |

| December |    |    |    |    |    |    |
|----------|----|----|----|----|----|----|
| Su       | Mo | Tu | We | Th | Fr | Sa |
|          |    |    |    |    |    | 1  |
| 2        | 3  | 4  | 5  | 6  | 7  | 8  |
| 9        | 10 | 11 | 12 | 13 | 14 | 15 |
| 16       | 17 | 18 | 19 | 20 | 21 | 22 |
| 23       | 24 | 25 | 26 | 27 | 28 | 29 |



## How may our Oil, Gas, and Minerals Division help you?

### **Unitization & Commingling**

Pete Martinez, 505-827-5791  
Jerome Maestas, 505-827-5783

### **Communitization, Reduced Royalty & Engineering**

Terry Warnell, 505-827-5745  
Scott Dawson, 505-827-6628  
Anchor Holm, 505-827-5759

### **Lease Sales, Potash Enclave, Geophysical Permitting, Geology**

Joe Mraz, 505-827-5774  
Dan Fuqua, 505-827-5748

### **Lease Expirations, Cancellations, Rentals**

Darlene Vigil, 505-827-5730

### **Bonds, Shut-In Royalty, OGRIDS, Assignments**

Paulette Lucero-Romero, 505-827-5714  
Stephen Manning, 505-827-5749

### **Miscellaneous Instruments**

Debbie Tise, 505-827-5744

### **Sand and Gravel, Caliche, General Mining**

In Santa Fe (includes Farmington):

Michael Mariano, 505-827-5750

VACANT

Monica Fresquez, 505-827-5849

In Hobbs Field Office:

VACANT, 505-392-8736

or William Sonnamaker, 505-392-3697

### **OGMD Office Procedures, Division Administration**

Greg Bloom Assistant Commissioner, 505-827-4489

Larry Roybal, Division Director, 505-827-5746

Debbie Tise, Office Administrator, 505-827-5744