

District I - (505) 393-6161
P. O. Box 1980
Hobbs, NM 88241-1980
District II - (505) 748-1283
811 S. First
Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Road
Aztec, NM 87410
District IV

New Mexico
Energy Minerals and Natural Resources Department
Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

Form C-1
Originated 11/7

Submit Orig
Plus 2 Co
to approp
District O

APPLICATION FOR
QUALIFICATION OF WELL WORKOVER PROJECT
AND CERTIFICATION OF APPROVAL

THREE COPIES OF THIS APPLICATION AND ALL ATTACHMENTS MUST BE FILED WITH THE APPROPRIATE DISTRICT OFFICE OF THE OIL CONSERVATION DIVISION.

- I. Operator: Coleman Oil & Gas, Inc. OGRID #: 004838
Address: PO Drawer 3337, Farmington, NM 87499-3337
Contact Party: Gwen Alston Phone: (505) 327-0356
- II. Name of Well: Stacey #1 API #: 30-045-29396
Location of Well: Unit Letter O, 835 Feet from the S line and 1805 feet from the E line,
Section 6, Township 26N, Range 12W, NMPM, San Juan County
- III. Date Workover Procedures Commenced: 03/20/98
Date Workover Procedures were Completed: 04/10/98
- IV. Attach a description of the Workover Procedures undertaken to increase the production from the Well.
- V. Attach an estimate of the production rate of the Well (a production decline curve or other acceptable method, and a table showing monthly oil and/or gas Project Production) based on at least twelve (12) months of established production which shows the future rate of production based on well performance prior to performing Workover.
- VI. Pool(s) on which Production Projection is based:
Waw Fruitland Sand PC
- VII. AFFIDAVIT:
State of New Mexico)
County of San Juan) ss.

RECEIVED
APR - 7 1999
OIL CON. DIV.
DIST. 3

G. Chris Coleman, being first duly sworn, upon oath states:

1. I am the Operator or authorized representative of the Operator of the above referenced Well.
2. I have made, or caused to be made, a diligent search of the production records which are reasonably available and contain information relevant to the production history of this Well.
3. To the best of my knowledge, the data used to prepare the Production Projection for this Well is complete and accurate and this projection was prepared using sound petroleum engineering principles.

G. Chris Coleman
(Name)

Vice President
(Title)

SUBSCRIBED AND SWORN TO before me this 7TH day of APRIL, 1998

Mif D. Ly
Notary Public

My Commission expires: JANUARY 2, 2000

FOR OIL CONSERVATION DIVISION USE ONLY:

VIII. CERTIFICATION OF APPROVAL:

This Application for Qualification of Well Workover Project is hereby approved and the above referenced Well is designated as a Well Workover Project pursuant to the "Natural Gas and Crude Oil Production Incentive Act" (Laws 1995, Chapter 15, Sections 1 through 8). The Oil Conservation Division hereby verifies the Production Projection for the Well Workover Project attached to this application. By copy of this Application and Certification of Approval, the Division notifies the Secretary of the Taxation and Revenue Department of this Approval and certifies that this Well Workover Project has been completed as of 4/10, 1998

SS. J
District Supervisor, District 3
Oil Conservation Division

Date: 4/18/99

IX. DATE OF NOTIFICATION TO THE SECRETARY OF THE TAXATION AND REVENUE DEPARTMENT.

DATE: _____

COLEMAN OIL & GAS, INC.

STACEY #1

Attachement, Section IV: Description of Workover Procedure

Installed a Caterpillar/Sullair 195hp rotary screw compressor. Suction: 10 psi, Discharge: 75 psig.

Rate/Time Graph

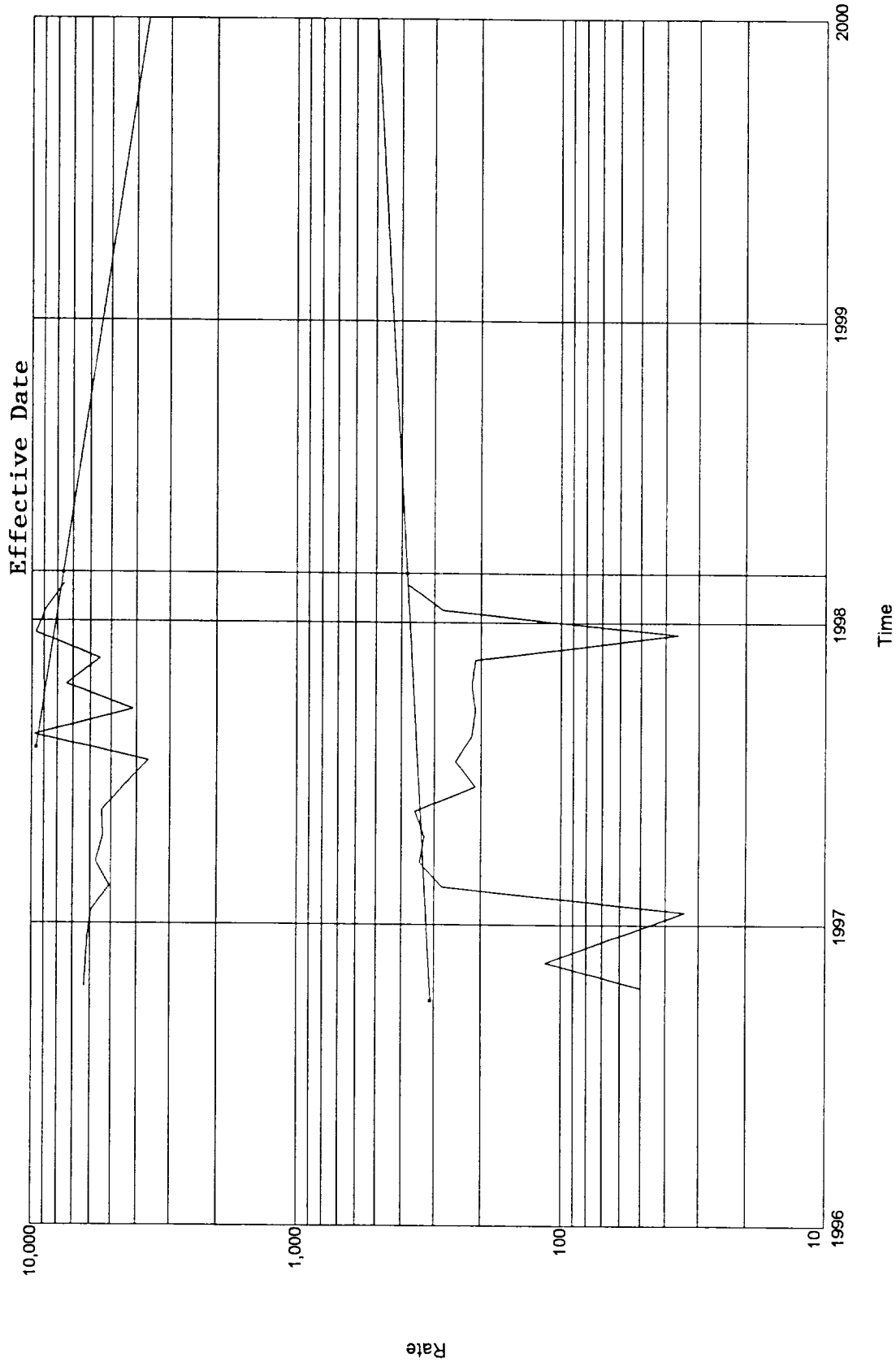
Project: C:\Program Files\IHS Energy\PTTools30\project1.mdb

Date: 4/6/1999
Time: 8:24 AM

Lease Name: STACEY (1)
County, ST: SAN JUAN, NM
Location: 26N-12W-6

Field Name: WAW (FRUITLAND PICTURED CLIFFS) FP
Operator: COLEMAN OIL & GAS, INC.

STACEY - WAW (FRUITLAND PICTURED CLIFFS) FP



SECTION V - Attachment to Well Workover Form C-140
STACEY #1 - WAW FRUITLAND PICTURED CLIFFS

Month	Projection (MCFM)
Apr-98	7251
May-98	7016
Jun-98	6789
Jul-98	6570
Aug-98	6357
Sep-98	6151
Oct-98	5952
Nov-98	5760
Dec-98	5573
Jan-99	5393
Feb-99	5218
Mar-99	5049
Apr-99	4886
May-99	4728
Jun-99	4575
Jul-99	4427
Aug-99	4284
Sep-99	4145
Oct-99	4011
Nov-99	3881
Dec-99	3756
Jan-00	3634
Feb-00	3516
Mar-00	3403
Apr-00	3293
May-00	3186
Jun-00	3083
Jul-00	2983
Aug-00	2887
Sep-00	2793
Oct-00	2703
Nov-00	2615
Dec-00	2531