DISTRICT I

DISTRICT II

P.O. Sox 1980, Hobbs, NM 88241-1980

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-107-A New 3-12-96

OIL CONSERVATION DIVISION

2040 S. Pacheco Santa Fe, New Mexico 87505-6429

811 South First St., Artesia, NM 88210-2835 DISTRICT III 1000 Ria Brazos Rd, Aztec, NM 87410-1593

APPLICATION FOR DOWNHOLE COMMINGLING

APPROVAL PR	ROCESS:
Administrative	Hearing
EXISTING WE	LLBORE
VES	. NO

	c/o Walsh Engineering		ngton, NM 87402			
Kutz Government	9 E	20 28N 10W	San Juan			
OGRID NO. 002799 Property Code		Specing U 045-07341 Federal X	County init Lease Types:			
The following facts are submitted in support of downhole commingling:	Upper Zone	Intermediate Zone	Lower Zone			
Pool Name and Pool Code	Basin Fruitland Coal	ું છે છે	Pictured Cliffs			
Top and Bottom of Pay Section (Perforations)	1844-1992	fecentiff	2008–2060			
3. Type of production (Oil or Ges)	Gas	"X,11"	Gas			
Method of Production (Flowing or Artificial Lift)	Flowing	ν	Flowing			
Bottomhole Pressure Oil Zones - Artificial Lift: Estimated Current	a. (Current) 65# SI	a.	a. 150# estimated			
Gas & Oil - Flowing: Measured Current All Gas Zones: Estimated Or Measured Original	b. (Original) 225# 6/93	b.	ь. 440# 11/53			
6. Oil Gravity (°API) or Gas BTU Content	1072		n/A			
7. Producing or Shut-In?	Producing		Shut In			
Production Marginal? (yes or no)	No		Yes			
If Shut-In, give date and oil/gas/ water rates of last production	Date: Retes:	Date: Rates:	Date: 6-93 Rates: 16 MCFD no wtr			
Note: For new zones with no production history, applicant shall be required to attach production estimates and supporting date						
* If Producing, give date endoil/gas/ water rates of recent test (within 60 days)	Date: 6-99 Retee: 144 mcfd no wtr	Date: Rates:	Date: Rates:			
Fixed Percentage Allocation Formula -% for each zone	OH: % Gas: 91 %	Oii: Gas: %	Oil: Gas: 9 %			
	porting data and/or explaining i	method and providing rate pro-	schons of other required data.			
 Are al, working, overriding, at If not, have all working, overr Have all offset operators been 	nd royalty interests identical in iding, and royalty interests bee given written notice of the pro	posed downhole commingling?	Yes X No Yes No Yes No			
11 Will cross-flow occur/	es a no irves are nuius i	compatible, will the lornations	not be damaged, will any cross- No (If No, attach explanation)			
12. Are all produced fluids from a						
13. Will the value of production b14. If this well is on, or community	tized with state or federal land	is, either the Commissioner of	Public Lands or the			
		d in writing of this application. ORDER NO(S).				
15. NMOCD Reference Cases for Rule 303(D) Exceptions: ORDER NO(S). 16. ATTACHMENTS: C-102 for each zone to be commingled showing its spacing unit and acreage dedication. Production curve for each zone for at least one year. (If not available, attach explanation.) For zones with no production history, estimated production rates and supporting data. Data to support allocation method or formula. Notification list of all offset operators.						
I hereby certify that the information						
SIGNATURE Paul C. Th	o-p-	TITLE Agent	DATE <u>8-2-99</u>			
TYPE OR PRINT NAMEPaul	C. Thompson	TELEPHONE NO. (505) 327-4892			



WALSH

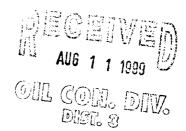
ENGINEERING & PRODUCTION CORP.

Petroleum Engineering Consulting Lease Management Contract Pumping

7415 East Main Farmington, New Mexico 87402 (505) 327-4892

July 27, 1999

Ms. Lori Wrotenbery New Mexico Oil Conservation Division 2040 S. Pacheco Santa Fe, NM 87504-2088



Re: Application for Downhole Commingling Breck Operating Corp. Kutz Government #9 1650' FNL, 990' FWL, Section 20, T28N R10W San Juan County, New Mexico Basin Fruitland Coal and Fulcher-Kutz PC

Dear Ms. Wrotenbery,

This is a request for administrative approval for downhole commingling of the production from the Basin Fruitland Coal and Fulcher Kutz Pictured Cliffs pools.

I have attached for your review, an acreage plat outlining the dedicated acreage, offset wells and offset operators. I have also included a proposed allocation formula with a short discussion of the history of the well.

The offset operators are being notified of this application by certified return receipt mail. Copies of these letters are enclosed.

Thank you for your consideration and approval of this application. If you have any questions please do not hesitate to call upon me.

Sincerely,

Paul C. Thompson, P.E.

President

District I PO Box 1988, Hobbs, NM 88241-1988 District II PO Drawer DD, Artenia, NM 88211-8719 District III

District III 1000 Rio Brazzo Rd., Aztec, NM 87410 District IV

PO Box 2008, Santa Fe, NM 87504-2008

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088 Form C-102 Revised February 10, 1994 Instructions on back

Submit to Appropriate District Office

State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

			ELL LO	CATIO	N AND AC	REAGE DED	CATION P	LAT		
1	AFI Num 5-07341)er		¹ Pool Co	de	Fulcher Kutz	lama			
022237	Code		Kutz	z Govern	'Property	y Name			' Well Number	
'OGRID	No.				¹ Operate	r Name				
002799		<u> </u>	Bred	ck Opera	ating Corp	oration			* Elevation 5979 *	
,					10 Surface	Location				
UL or lot se. E	Section 20	Township 28N	Range 10W	Lot Ida	Feet from the 1650	North/Seeth Lee North	Feet from the 990	Eas/West Lac West	Coemy San Juan	
			11 Bot	tom Hol	e Location 1	f Different Fro	om Surface	<u> </u>		
UL or lot me.	Section	Township	Range	Lot ida	Fest from the	North/South line	Feet from the	East/West Lac	County	
" Dedice: : Act	ı	or Infill 14 (Coasolidatio	a Code 19 C	order No.		<u> </u>	<u> </u>		
			ASSIGNE	D TO TH	S COMPLETI	ON UNTIL ALL	DITERECTO II	AIM DEEL C		
		OR A	NON-ST	ANDARD	UNIT HAS BI	EEN APPROVED	BY THE DIV	ISION	DNSOLIDATED	
 990'	,				EGET AUG 1 T AUG (OV)	VED 1999	I hereby cent true and compared true and compare	the the information place to the best of me	RTIFICATION on contained herein is by knowledge and believed and belie	
							I hereby certify was plotted from or under n and correct to Origi Date of Survey	y that the well location field notes of acts my supervision, and it the best of my belig nal on Fil y Seal of Professional	on shown on this plated surveys made by has the same is true to the same is the same is true to the same is the same i	

DISTRICT | P.O. Box 1980, Hobbs, NM 88240 OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico \$750-1-2088

DISTRICT II P.O. Drawer DD, Ariesia, NM 88210

DISTRICT III 1000 Rio Brazos Rd., Azzec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT All Distances must be from the outer boundaries of the section

Operator				Lease				Well No.	
	OPERATING C	ORPORATION	1		Covernm	nent		Well 140.	9
Unit Letter E	Section 20	Township 28	N	Range].(OM	NMI	County	n Juan	-
Actual Footage Loca									
1650 ·	feet from the	North g Formation	· line and	990 Pool	·	feet fro	om the Wo:	St line	
5979'KB	Fruitla				Fruitla	ind Coal		Sedicated A	0
	the acreage dedicated	1 to the subject we	ll by colored pea	cil or hachure	marks on the	plat below.			Acres
2. If more	than one lease is dod	icated to the well,	outline each and	identify the ox	vaership there	of (both as to wo	rking interest	and royalty).	
3. If more	than one lease of diff	ferent ownership is	dedicated to the	well, have the	interest of all	owners been con	solidated by	communitization,	
(XX)	tion, force-pooling, etc	.	uswer is "yes" typ	e of consolida	ion For	th coming	Commun	ization Ag	reement
If answer	is "no" list the owner	and tract descrip	cloar which have	actually been	consolidated	(Use reverse side	of		
No allows	if noccessary. able will be assigned t	o the well until all	interesus have be	ca consolidate	d (by commu	nitization, unitizat	ion, forced-p	ooling, or otherwis	e)
or until a	non-standard unit, elin	minating such inte	rest, has been app	woved by the [Division.	.			
SF- 047039 1	B 650'		[E		1 1999 M. D		her contained best of my h	N. Walsh	the information of complete to the
	SF-047039	A					I hereby con this place actual sur supervison, correct to belief. Date Survey	& Sect of at Surveyor From Or Survey	ell location show om field notes of me or under m name is true an y knowledge an
0 330 660	990 1320 1650	1980 2310 2	640 20	00 1500	1000	500 0			
									

Rate/Time Graph

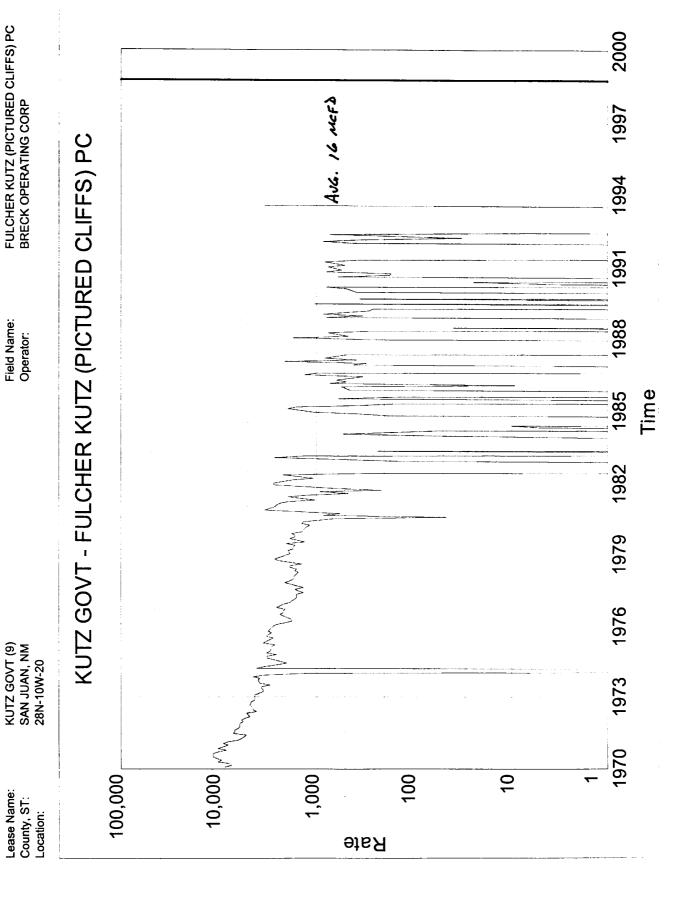
Lease Name: County, ST:

Project: C:\Program Files\IHS Energy\PTools30\PROJECTS\Kutz9.MDB

Date: 7/1/1999 Time: 7:02 AM

FULCHER KUTZ (PICTURED CLIFFS) PC BRECK OPERATING CORP

Field Name: Operator:



Rate/Time Graph

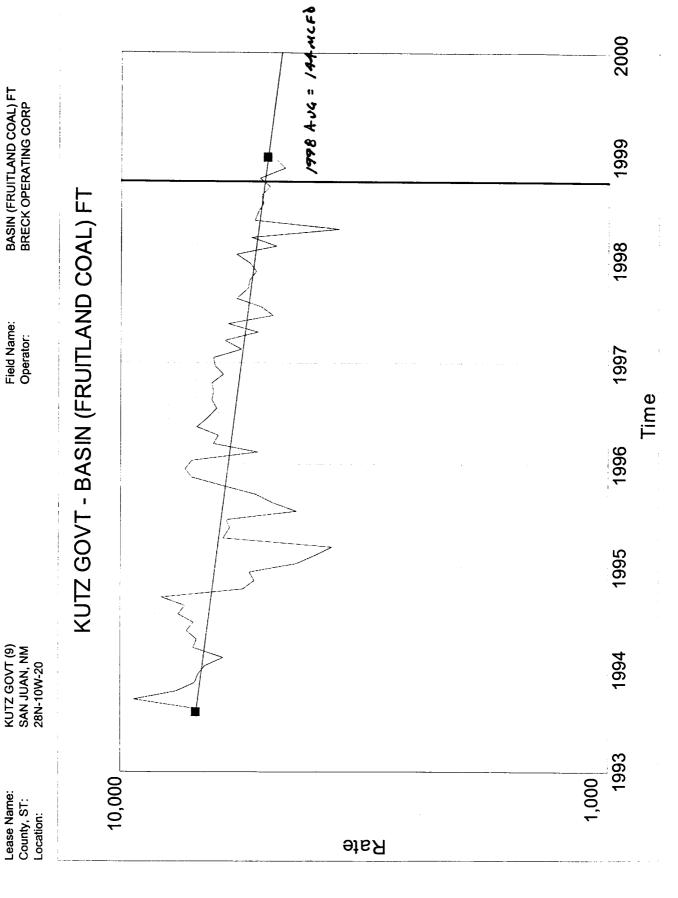
Lease Name: County, ST:

Project: C:\Program Files\\\HS Energy\\PTools30\\PROJECTS\\Kut29.MDB

Date: 7/1/1999 Time: 7:02 AM



Field Name: Operator:



Kutz Government #9 Commingling Application

Allocation Formula

The Fulcher Kutz Pictured Cliffs formation was completed by Petroleum Corp. of Texas, on November 19, 1953. The Pictured Cliffs was completed openhole and shot with 428 quarts of SNG. The well produced steadily until the mid 1980's when the reservoir pressure declined level of the pipeline pressure. The well would only produce when line pressures were low until July of 1993 when the Pictured Cliffs was abandoned and the Fruitland Coal was completed. The decline curves for both formations are attached.

Since the Pictured Cliffs appears to only be capable of marginal production, Thompson Engineering proposes to downhole commingle the production from both zones.

Both zones have very similar bottom hole pressures so cross flow will not be a factor. The last recorded pressure for the Pictured Cliffs was 150 psi in 1991 after a 7 days build up. The Fruitland Coal was measured at 65 psi after a 24 hour buildup in 1998. Neither zone produces a significant amount water (less than 1 bbls/week) and neither zone produces any liquid hydrocarbons. Neither zone is fluid sensitive and the fluids from the two zones are compatible.

The Pictured Cliffs formation was producing approximately 16 MCF/D when it was abandoned in 1993. The Fruitland Coal produced an average of 168 MCFD during 1998. Based on these rates, the proposed allocation is 91.0% to the Fruitland Coal and 9.0% to the Pictured Cliffs.

-	D.J. Simmons		7 Burlington		T
•	Burlington 19 Burlington	Breck * Kure #9 Burlington	J.J. Simmons Zo Cross Timb e rs	.co	TZ84
	Burlington		ngton		- 2

(1.5° g)

RIOW

EXHIBIT #5

FRUITLAND COAL WORKING INTEREST

UNIT OWNERSHIP	TYPE OF INTEREST	WORKING INTEREST	REVENUE INTEREST
			_
BBL, Ltd	WI	0.5	0.4375
MMS	R		0.125
C.W. Murchinson	WI	0.046875	0.041015625
Virginia Linthicum	WI	0.046875	0.041015625
Henrietta E. Schultz	WI	0.046875	0.041015625
Elizabeth Turner	WI	0.0178125	0.015585938
James Turner, Jr.	WI	0.0178125	0.015585938
Frederick Turner	WI	0.0178125	0.015585938
John Tumer	WI	0.0178125	0.015585938
Mary Tumer	WI	0.0178125	0.015585938
William Webb	WI	0.0046875	0.004101563
Schultz Management	WI	0.046875	0.041015625
Burlington	WI	0.21875	0.19140625
Total		1	1
PICTURED CLIFF WORKING	INTEREST		
BBL, Ltd	WI	1	0.875
MMS	WI	Ö	0.125
Total	**1	1	1

Thompson Engineering Kutz Government #9 1650' FNL & 990' FWL Sec. 20, T28N, R10W San Juan County, New Mexico

The following revenue owners have received written notice of the proposed downhole commingling application.

B.B.L., LTD P.O. Box 911 Breckenridge, TX 76424-0911

Burlington Resources Financial Services, Inc P.O. Box 840657 Dallas, TX 75284-0657

Virginia Linthicum Mr. R.J. Smith 2626 Cole Ave. Suite 603 Dallas, TX 75206

C.W. Murchison Est. Trust B Bankers Trust CD of Texas 6116 N. Central Express 91300 Dallas, TX 75206

Henrietta E. Schultz Trustee 500 N. Arkard Suite 2940 Dallas, TX 75201-3360

Schultz Management LTD 500 N. Akard Suite 2940 Dallas, TX 75201

Fredrick Eugene Turner One Energy Square Suite 852 4925 Greenville Avenue Dallas, TX 75206

Elizabeth Calloway Turner 4801 St. Johns Dallas, TX 75205

James Glenn Turner Jr. 3131 Turtle Creek Blvd. Dallas, TX 75219-1201

John Lee Turner HC73 Box 122 Suite 277 Park Hill, OK 74431

Hary Frances Turner Trust P.O. Box 660197 Dallas, TX 75266-0197

William G. Webb 8226 Douglas Suite 709 Dallas, TX 75225-5959

I certify that copies of the Application for a non-standard Fruitland Coal well has been mailed to the above Operators.

Paul C. Thompson

San Juan County)
State of New Mexico)

The following instrument was acknowledged before me this $\frac{9\text{th}}{200}$ day of $\frac{2000}{2000}$ day of $\frac{2000}{2000}$

My Commission Expires:

Notary Public

July 31. 2001



Petroleum Engineering Consulting Lease Management Contract Pumping 7415 East Main Farmington, New Mexico 87402 (505) 327-4892 • Fax: (505) 327-9834

CERTIFIED- RETURN RECEIPT

July 27, 1999

B.B.L., LTD P.O. Box 911 Breckenridge, TX 76424-0911

Re: Downhole Commingling Application

Breck Operating Corp. Kutz Government #9 1650' FNL, 990' FWL Section 20, T28N R10W San Juan County, NM

Fulcher Kutz Pictured Cliffs and Basin Fruitland Coal

Dear B.B.L., LTD,

Enclosed you will find a copy of the above referred to application that has been submitted to the New Mexico Oil Conservation Division for administrative approval. As an interest owner in this well, you are being notified of this application pursuant to NMOCD rules.

If you desire to submit remarks concerning the application, please send them to Ms. Lori Wrotenbery, Director, New Mexico Oil Conservation Division, Santa Fe, New Mexico, within 20 days from the receipt of this notice. If you have no objection to the proposal, no action is required on your part.

Thank you for your consideration in this matter and if you have any questions, please do not hesitate to call upon me.

Sincerely,



Petroleum Engineering Consulting Lease Management Contract Pumping 7415 East Main Farmington, New Mexico 87402 (505) 327-4892 • Fax: (505) 327-9834

CERTIFIED- RETURN RECEIPT

July 27, 1999

Virginia Linthicum Mr. R.J. Smith 2626 Cole Ave. Suite 603 Dallas, TX 75206

Re: Downhole Commingling Application
Breck Operating Corp.
Kutz Government #9
1650' FNL, 990' FWL
Section 20, T28N R10W
San Juan County, NM

Fulcher Kutz Pictured Cliffs and Basin Fruitland Coal

Dear Ms.Linthicum,

Enclosed you will find a copy of the above referred to application that has been submitted to the New Mexico Oil Conservation Division for administrative approval. As an interest owner in this well, you are being notified of this application pursuant to NMOCD rules.

If you desire to submit remarks concerning the application, please send them to Ms. Lori Wrotenbery, Director, New Mexico Oil Conservation Division, Santa Fe, New Mexico, within 20 days from the receipt of this notice. If you have no objection to the proposal, no action is required on your part.

Thank you for your consideration in this matter and if you have any questions, please do not hesitate to call upon me.

Sincerely,



Petroleum Engineering Consulting Lease Management Contract Pumping 7415 East Main Farmington, New Mexico 87402 (505) 327-4892 • Fax: (505) 327-9834

CERTIFIED- RETURN RECEIPT

July 27, 1999

C.W. Murchison Est. Trust B Bankers Trust CD of Texas 6116 N. Central Express 91300 Dallas, TX 75206

Re: Downhole Commingling Application
Breck Operating Corp.
Kutz Government #9
1650' FNL, 990' FWL
Section 20, T28N R10W
San Juan County, NM
Fulcher Kutz Pictured Cliffs and Basin Fruitland Coal

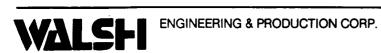
Dear C.W. Murchison Est. Trust B,

Enclosed you will find a copy of the above referred to application that has been submitted to the New Mexico Oil Conservation Division for administrative approval. As an interest owner in this well, you are being notified of this application pursuant to NMOCD rules.

If you desire to submit remarks concerning the application, please send them to Ms. Lori Wrotenbery, Director, New Mexico Oil Conservation Division, Santa Fe, New Mexico, within 20 days from the receipt of this notice. If you have no objection to the proposal, no action is required on your part.

Thank you for your consideration in this matter and if you have any questions, please do not hesitate to call upon me.

Sincerely,



Petroleum Engineering Consulting Lease Management Contract Pumping

7415 East Main Farmington, New Mexico 87402 (505) 327-4892 • Fax: (505) 327-9834

CERTIFIED- RETURN RECEIPT

July 27, 1999

Burlington Resources Financial Services, Inc P.O. Box 840657 Dallas, TX 75284-0657

Re: Downhole Commingling Application Breck Operating Corp. Kutz Government #9 1650' FNL, 990' FWL Section 20, T28N R10W

San Juan County, NM

Fulcher Kutz Pictured Cliffs and Basin Fruitland Coal

Dear Burlington Resources Financial,

Enclosed you will find a copy of the above referred to application that has been submitted to the New Mexico Oil Conservation Division for administrative approval. As an interest owner in this well, you are being notified of this application pursuant to NMOCD rules.

If you desire to submit remarks concerning the application, please send them to Ms. Lori Wrotenbery, Director, New Mexico Oil Conservation Division, Santa Fe, New Mexico, within 20 days from the receipt of this notice. If you have no objection to the proposal, no action is required on your part.

Thank you for your consideration in this matter and if you have any questions, please do not hesitate to call upon me.

Sincerely,



Petroleum Engineering Consulting Lease Management Contract Pumping 7415 East Main Farmington, New Mexico 87402 (505) 327-4892 • Fax: (505) 327-9834

CERTIFIED- RETURN RECEIPT

July 27, 1999

Henrietta E. Schultz Trustee 500 N. Arkard Suite 2940 Dallas, TX 75201-3360

Re: Downhole Commingling Application

Breck Operating Corp. Kutz Government #9 1650' FNL, 990' FWL Section 20, T28N R10W San Juan County, NM

Fulcher Kutz Pictured Cliffs and Basin Fruitland Coal

Dear Henrietta E. Schultz Trustee,

Enclosed you will find a copy of the above referred to application that has been submitted to the New Mexico Oil Conservation Division for administrative approval. As an interest owner in this well, you are being notified of this application pursuant to NMOCD rules.

If you desire to submit remarks concerning the application, please send them to Ms. Lori Wrotenbery, Director, New Mexico Oil Conservation Division, Santa Fe, New Mexico, within 20 days from the receipt of this notice. If you have no objection to the proposal, no action is required on your part.

Thank you for your consideration in this matter and if you have any questions, please do not hesitate to call upon me.

Sincerely,

Paul C. Thompson, P.E.

Paul C. Thomps-



WALSH

ENGINEERING & PRODUCTION CORP.

Petroleum Engineering Consulting Lease Management Contract Pumping 7415 East Main Farmington, New Mexico 87402 (505) 327-4892 • Fax: (505) 327-9834

CERTIFIED- RETURN RECEIPT

July 27, 1999

Schultz Management LTD 500 N. Akard Suite 2940 Dallas, TX 75201

Re: Downhole Commingling Application
Breck Operating Corp.
Kutz Government #9
1650' FNL, 990' FWL
Section 20, T28N R10W
San Juan County, NM
Fulcher Kutz Pictured Cliffs and Basin Fruitland Coal

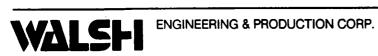
Dear Schultz Management LTD,

Enclosed you will find a copy of the above referred to application that has been submitted to the New Mexico Oil Conservation Division for administrative approval. As an interest owner in this well, you are being notified of this application pursuant to NMOCD rules.

If you desire to submit remarks concerning the application, please send them to Ms. Lori Wrotenbery, Director, New Mexico Oil Conservation Division, Santa Fe, New Mexico, within 20 days from the receipt of this notice. If you have no objection to the proposal, no action is required on your part.

Thank you for your consideration in this matter and if you have any questions, please do not hesitate to call upon me.

Sincerely,



Petroleum Engineering Consulting Lease Management Contract Pumping

7415 East Main Farmington, New Mexico 87402 (505) 327-4892 • Fax: (505) 327-9834

CERTIFIED- RETURN RECEIPT

July 27, 1999

Fredrick Eugene Turner One Energy Square Suite 852 4925 Greenville Avenue Dallas, TX 75206

Re: Downhole Commingling Application

Breck Operating Corp. Kutz Government #9 1650' FNL, 990' FWL Section 20, T28N R10W San Juan County, NM

Fulcher Kutz Pictured Cliffs and Basin Fruitland Coal

Dear Mr. Turner,

Enclosed you will find a copy of the above referred to application that has been submitted to the New Mexico Oil Conservation Division for administrative approval. As an interest owner in this well, you are being notified of this application pursuant to NMOCD rules.

If you desire to submit remarks concerning the application, please send them to Ms. Lori Wrotenbery, Director, New Mexico Oil Conservation Division, Santa Fe, New Mexico, within 20 days from the receipt of this notice. If you have no objection to the proposal, no action is required on your part.

Thank you for your consideration in this matter and if you have any questions, please do not hesitate to call upon me.

Sincerely,



Petroleum Engineering Consulting Lease Management Contract Pumping

7415 East Main Farmington, New Mexico 87402 (505) 327-4892 • Fax: (505) 327-9834

CERTIFIED- RETURN RECEIPT

July 27, 1999

Elizabeth Calloway Turner **4801 St.** Johns Dallas, TX 75205

Re: Downhole Commingling Application

Breck Operating Corp. Kutz Government #9 1650' FNL, 990' FWL Section 20, T28N R10W San Juan County, NM

Fulcher Kutz Pictured Cliffs and Basin Fruitland Coal

Dear Ms. Turner,

Enclosed you will find a copy of the above referred to application that has been submitted to the New Mexico Oil Conservation Division for administrative approval. As an interest owner in this well, you are being notified of this application pursuant to NMOCD rules.

If you desire to submit remarks concerning the application, please send them to Ms. Lori Wrotenbery, Director, New Mexico Oil Conservation Division, Santa Fe, New Mexico, within 20 days from the receipt of this notice. If you have no objection to the proposal, no action is required on your part.

Thank you for your consideration in this matter and if you have any question's, please do not hesitate to call upon me.

Sincerely,



Petroleum Engineering Consulting Lease Management Contract Pumping 7415 East Main Farmington, New Mexico 87402 (505) 327-4892 • Fax: (505) 327-9834

CERTIFIED- RETURN RECEIPT

July 27, 1999

James Glenn Turner JR. 3131 Turtle Creek Blvd. Dallas, TX 75219-1201

Re: Downhole Commingling Application

Breck Operating Corp. Kutz Government #9 1650' FNL, 990' FWL Section 20, T28N R10W San Juan County, NM

Fulcher Kutz Pictured Cliffs and Basin Fruitland Coal

Dear Mr. Turner,

Enclosed you will find a copy of the above referred to application that has been submitted to the New Mexico Oil Conservation Division for administrative approval. As an interest owner in this well, you are being notified of this application pursuant to NMOCD rules.

If you desire to submit remarks concerning the application, please send them to Ms. Lori Wrotenbery, Director, New Mexico Oil Conservation Division, Santa Fe, New Mexico, within 20 days from the receipt of this notice. If you have no objection to the proposal, no action is required on your part.

Thank you for your consideration in this matter and if you have any questions, please do not hesitate to call upon me.

Sincerely,



Petroleum Engineering Consulting Lease Management Contract Pumping 7415 East Main Farmington, New Mexico 87402 (505) 327-4892 • Fax: (505) 327-9834

CERTIFIED- RETURN RECEIPT

July 27, 1999

John Lee Turner HC73 Box 122 Suite 277 Park Hill, OK 74431

Re: Downhole Commingling Application

Breck Operating Corp. Kutz Government #9 1650' FNL, 990' FWL Section 20, T28N R10W San Juan County, NM

Fulcher Kutz Pictured Cliffs and Basin Fruitland Coal

Dear Mr. Turner,

Enclosed you will find a copy of the above referred to application that has been submitted to the New Mexico Oil Conservation Division for administrative approval. As an interest owner in this well, you are being notified of this application pursuant to NMOCD rules.

If you desire to submit remarks concerning the application, please send them to Ms. Lori Wrotenbery, Director, New Mexico Oil Conservation Division, Santa Fe, New Mexico, within 20 days from the receipt of this notice. If you have no objection to the proposal, no action is required on your part.

Thank you for your consideration in this matter and if you have any questions, please do not hesitate to call upon me.

Sincerely,

Paul C. Thompson, P.E.

Paul C. Thomps -



Petroleum Engineering Consulting Lease Management Contract Pumping 7415 East Main
Farmington, New Mexico 87402
(505) 327-4892 • Fax: (505) 327-9834

CERTIFIED- RETURN RECEIPT

July 27, 1999

Hary Frances Turner Trust P.O. Box 660197 Dallas, TX 75266-0197

Re: Downhole Commingling Application

Breck Operating Corp. Kutz Government #9 1650' FNL, 990' FWL Section 20, T28N R10W San Juan County, NM

Fulcher Kutz Pictured Cliffs and Basin Fruitland Coal

Dear Hary Frances Turner Trust,

Enclosed you will find a copy of the above referred to application that has been submitted to the New Mexico Oil Conservation Division for administrative approval. As an interest owner in this well, you are being notified of this application pursuant to NMOCD rules.

If you desire to submit remarks concerning the application, please send them to Ms. Lori Wrotenbery, Director, New Mexico Oil Conservation Division, Santa Fe, New Mexico, within 20 days from the receipt of this notice. If you have no objection to the proposal, no action is required on your part.

Thank you for your consideration in this matter and if you have any questions, please do not hesitate to call upon me.

Sincerely,

Petroleum Engineering Consulting Lease Management Contract Pumping 7415 East Main Farmington, New Mexico 87402 (505) 327-4892 • Fax: (505) 327-9834

CERTIFIED- RETURN RECEIPT

July 27, 1999

William G. Webb 8226 Douglas Suite 709 Dallas, TX 75225-5959

Re: Downhole Commingling Application

Breck Operating Corp. Kutz Government #9 1650' FNL, 990' FWL Section 20, T28N R10W San Juan County, NM

Fulcher Kutz Pictured Cliffs and Basin Fruitland Coal

Dear Mr Webb,

Enclosed you will find a copy of the above referred to application that has been submitted to the New Mexico Oil Conservation Division for administrative approval. As an interest owner in this well, you are being notified of this application pursuant to NMOCD rules.

If you desire to submit remarks concerning the application, please send them to Ms. Lori Wrotenbery, Director, New Mexico Oil Conservation Division, Santa Fe, New Mexico, within 20 days from the receipt of this notice. If you have no objection to the proposal, no action is required on your part.

Thank you for your consideration in this matter and if you have any questions, please do not hesitate to call upon me.

Sincerely,

Paul C. Thompson, P.E.

Paul C. Thoust

Ū			ing services (for	an extra tee):	
2	Complete items 3, 4a, and 4b. Print your name and address on the reverse of this form so that it is not to be a solution.	we can return this	1. ☐ Addresse	n'a Addrace	.
Ž	card to you. Attach this form to the front of the mailpiece, or on the back if sp	ace does not	2. Restricted		Ž
world BET IBN ADDRESS completed on the reverse	permit. D Write "Return Receipt Requested" on the mailpiece below the ar The Return Receipt will show to whom the article was delivered delivered.	ticle number. and the date		, 2 0vo.y	Thank you for using Return Receipt Service.
3	3. Article Addressed to:	4a. Article N	lumber		_ Š
Ę	Schultz Management LTD		3 083 560		_ \(\brace{\brace}{\brace} \)
}	500 N. Akard Suite 2940	4b. Service ☐ Register		☐ Certified	Æ
Ü	Dallas, TX 75201	☐ Express		☐ Insured	<u> </u>
ă		☐ Return Re	ceipt for Merchandise	COD	2
<u>ק</u>		7. Date of D	elivery		e
· 2					_ &
Fu	5. Received By: (Print Name)	8. Addresse fee is pai	ee's Address <i>(Only i</i> id)	f requested and	Than
					_
!	PS Form 3811, December 1994	102595-	99-B-0223 Domest	ic Return Receip	ot
ον ε ~					
9	SENDER: Complete items 1 and/or 2 for additional services.		I also wish to receing services (for a		
3	Complete items 3, 4a, and 4b. Print your name and address on the reverse of this form so that we	can return this			ei ei
9	card to you. Attach this form to the front of the mailpiece, or on the back if space		1. Addressee's		Z C
9	permit. Write "Return Receipt Requested" on the mailpiece below the artic		2. Restricted D	Delivery	Š
ă	☐ The Return Receipt will show to whom the article was delivered an delivered.				eipt
leted o	3. Article Addressed to:	4a. Article Nu	mber 443 083 55	 59	Thank you for using Return Receipt Service
Ĕ	Henriettg Schultz Trustee 500 N. Arkard Sutie 2940	4b. Service 1			etu.
တွ	Dallas, TX 75201-3360	☐ Registered		☐ Certified ☐ Insured	a gr
SE	parius, in voice sees	☐ Express M	all learn and a		ųsn
g		7. Date of Del			. for
Ž	Ý				yo.
your <u>RETURN ADDRESS</u> completed on the reverse side?	5. Received By: (Print Name)	8. Addressee' fee is paid)	's Address (Only if r	equested and	Thank
	6. Signature (Addressee or Agent)				
<u>8</u>	PS Form 3811, December 1994	102595-99	-B-0223 Domestic	Return Receipt	•
	*				
-					т
٠,	CENOED.	1			
side?	SENDER: Complete items 1 and/or 2 for additional services.		I also wish to rece ing services (for a		
8	Complete items 3, 4a, and 4b. Print your name and address on the reverse of this form so that we	can return this	,	•	ஞ்
9Ve	card to you. Attach this form to the front of the mailpiece, or on the back if space		1. Addressee's		Ž Ž
ě	permit. Write "Return Receipt Requested" on the mailpiece below the article		2. Restricted D	elivery	Se
on t	The Return Receipt will show to whom the article was delivered article was delivered.	nd the date		_	cei o
beted	3. Article Addressed to:	4a. Article Nu Z 443	mber 083 558		rn Rec
d mo		4b. Service Ty		70	3etu
Š		☐ Registered		☐ Certified	ag T
ES	Dallas, TX 75284-0657	☐ Express M	all eipt for Merchandise [☐ Insured ☐ COD	ust
g	}	7. Date of Del			for
Ž		, . Date Of Del	y		you
our <u>RETURN ADDRESS</u> completed on the reverse	5. Received By: (Print Name)	8. Addressee' fee is paid)	s Address (Only if r	equested and	Thank you for using Return Receipt Service
ano.	6. Signature (Addressee or Agent)				

5. Received By: (Print Name) 6. Signature (Addressee or Agent) PS Form 3811, December 1994 SENDER: Complete items 1 and/or 2 for additional services. Complete items 3, 4a, and 4b. Print your name and address on the reverse of this form so that we card to you. Attach this form to the front of the mailpiece, or on the back if space permit. Write "Return Receipt Requested" on the mailpiece below the article The Return Receipt will show to whom the article was delivered and delivered. 3. Article Addressed to: Elizabeth Turner 4801 St. Johns Dallas, TX 75205	4b. Service 1 Registere Express M Return Rec 7. Date of De 8. Addressee fee is paid 102595-9 can return this does not a number. d the date 4a. Article Nu Z 443 4b. Service T	d Certified Mail Insured Delivery Elivery E's Address (Only if requested and Delivery Domestic Return Receipt I also wish to receive the following services (for an extra fee): Addressee's Address Restricted Delivery
3131 Turtle Creek Blvd Dallas, TX 75219-1201 5. Received By: (Print Name) 6. Signature (Addressee or Agent) PS Form 3811, December 1994 SENDER: Complete items 1 and/or 2 for additional services. Complete items 3, 4a, and 4b. Print your name and address on the reverse of this form so that we card to you. Attach this form to the front of the mailpiece, or on the back if space permit. Write "Return Receipt Requested" on the mailpiece below the article The Return Receipt will show to whom the article was delivered and delivered. 3. Article Addressed to: Elizabeth Turner 4801 St. Johns Dallas, TX 75205	Registere Express M Return Rec 7. Date of De 8. Addressee fee is paid 102595-9 can return this does not e number. d the date 4a. Article Nu Z 443 4b. Service T	d Certified Mail Insured Delivery Delivery
Dallas, TX 75219-1201 5. Received By: (Print Name) 6. Signature (Addressee or Agent) PS Form 3811, December 1994 SENDER: Complete items 1 and/or 2 for additional services. Complete items 3, 4a, and 4b. Print your name and address on the reverse of this form so that we can't to you. Attach this form to the front of the mailpiece, or on the back if space permit. Write "Return Receipt Requested" on the mailpiece below the article The Return Receipt will show to whom the article was delivered and delivered. 3. Article Addressed to: Elizabeth Turner 4801 St. Johns Dallas, TX 75205	Express Management Record Return Record Return Record Reco	Mail
5. Received By: (Print Name) 6. Signature (Addressee or Agent) PS Form 3811, December 1994 SENDER: Complete items 1 and/or 2 for additional services. Complete items 3, 4a, and 4b. Print your name and address on the reverse of this form so that we can't to you. Attach this form to the front of the mailpiece, or on the back if space permit. Write "Return Receipt Requested" on the mailpiece below the article The Return Receipt will show to whom the article was delivered and delivered. Article Addressed to: Elizabeth Turner 4801 St. Johns Dallas, TX 75205	8. Addressee fee is paid 102595-9 can return this does not a number. d the date 4a. Article Nu 7. 443 4b. Service T	elivery e's Address (Only if requested and ()) 9-8-0223 Domestic Return Receipt I also wish to receive the following services (for an extra fee): 1. Addressee's Address 2. Restricted Delivery
5. Received By: (Print Name) 6. Signature (Addressee or Agent) PS Form 3811, December 1994 SENDER: Complete items 1 and/or 2 for additional services. Complete items 3, 4a, and 4b. Print your name and address on the reverse of this form so that we card to you. Attach this form to the front of the mailpiece, or on the back if space permit. Write "Relum Receipt Requested" on the mailpiece below the article The Return Receipt will show to whom the article was delivered and delivered. 3. Article Addressed to: Elizabeth Turner 4801 St. Johns Dallas, TX 75205	8. Addressee fee is paid 102595-9 can return this does not a number. d the date 4a. Article Nu Z 443 4b. Service T	l also wish to receive the following services (for an extra fee): Addressee's Address Restricted Delivery
6. Signature (Addressee or Agent) PS Form 3811, December 1994 SENDER: Complete items 1 and/or 2 for additional services. Complete items 3, 4a, and 4b. Print your name and address on the reverse of this form so that we card to you. Attach this form to the front of the mailpiece, or on the back if space permit. Write "Return Receipt Requested" on the mailpiece below the article The Return Receipt will show to whom the article was delivered and delivered. 3. Article Addressed to: Elizabeth Turner 4801 St. Johns Dallas, TX 75205	can return this does not a number. d the date	I also wish to receive the following services (for an extra fee): Addressee's Address Restricted Delivery
SENDER: Complete items 1 and/or 2 for additional services. Complete items 3, 4a, and 4b. Print your name and address on the reverse of this form so that we card to you. Attach this form to the front of the mailpiece, or on the back if space pernit. Write "Return Receipt Requested" on the mailpiece below the article The Return Receipt will show to whom the article was delivered and delivered. Article Addressed to: Elizabeth Turner 4801 St. Johns Dallas, TX 75205	can return this does not e number. d the date 4a. Article Nu Z 443 4b. Service T	I also wish to receive the following services (for an extra fee): 1. Addressee's Address 2. Restricted Delivery
SENDER: Complete items 1 and/or 2 for additional services. Complete items 3, 4a, and 4b. Print your name and address on the reverse of this form so that we card to you. Attach this form to the front of the mailpiece, or on the back if space permit. Write "Return Receipt Requested" on the mailpiece below the article The Return Receipt will show to whom the article was delivered and delivered. Article Addressed to: Elizabeth Turner 4801 St. Johns Dallas, TX 75205	can return this does not e number. d the date 4a. Article Nu Z 443 4b. Service T	I also wish to receive the following services (for an extra fee): 1. Addressee's Address 2. Restricted Delivery
Complete items 1 and/or 2 for additional services. Complete items 3, 4a, and 4b. Print your name and address on the reverse of this form so that we card to you. Attach this form to the front of the mailpiece, or on the back if space permit. Write "Return Receipt Requested" on the mailpiece below the article The Return Receipt will show to whom the article was delivered and delivered. 3. Article Addressed to: Elizabeth Turner 4801 St. Johns Dallas, TX 75205	does not a number. d the date 4a. Article Nu 2 443 4b. Service T	ing services (for an extra fee): 1.
Print your name and address on the reverse of this form so that we can't to you. Attach this form to the front of the mailpiece, or on the back if space permit. Write *Return Receipt Requested* on the mailpiece below the article The Return Receipt will show to whom the article was delivered and delivered. Article Addressed to: Elizabeth Turner 4801 St. Johns Dallas, TX 75205	does not a number. d the date 4a. Article Nu 2 443 4b. Service T	2. Restricted Delivery
pemit. Write "Return Receipt Requested" on the mailpiece below the article The Return Receipt will show to whom the article was delivered and delivered. Article Addressed to: Elizabeth Turner 4801 St. Johns Dallas, TX 75205	a number. d the date 4a. Article Nu 7 443 4b. Service T	mber
The Return Receipt will show to whom the article was delivered and delivered. 3. Article Addressed to: Elizabeth Turner 4801 St. Johns Dallas, TX 75205	4a. Article Nu Z 443 4b. Service T	
Elizabeth Turner 4801 St. Johns Dallas, TX 75205	Z 443 4b. Service T	
4801 St. Johns Dallas, TX 75205	4b. Service T	3 083 563
4801 St. Johns Dallas, TX 75205		
Dallas, TX 75205 5. Received By: (Print Name)	Registered	-·
5. Received By: (Print Name)	☐ Express M	
5. Received By: (Print Name)	Return Rec	eipt for Merchandise 🔲 COD
, ,	7. Date of De	livery
6. Signature (Addressee or Agent)	8. Addressee fee is paid	's Address (Only if requested and
	iee is paio,)
	102595-99	9-B-0223 Domestic Return Receipt
PS Form 3811, December 1994		
SENDER:		I also wish to receive the follow-
□ Complete items 1 and/or 2 for additional services. Complete items 3, 4a, and 4b.		ing services (for an extra fee):
Print your name and address on the reverse of this form so that we coard to you.		1. Addressee's Address
Attach this form to the front of the mailpiece, or on the back if space permit.		2. Restricted Delivery
□ Write "Return Receipt Requested" on the mailpiece below the article □ The Return Receipt will show to whom the article was delivered and delivered.		
	a. Article Nur Z 443	mber 083 561
	b. Service Ty	pe
	Registered	
	Express Ma	_
_ · · · · · · · · · · · · · · · · · · ·] Return Recei	ipt for Merchandise
7		verv
6. Received By: (Print Name) 8	. Date of Deli	

your RETURN ADDRESS completed on the reverse s	Complete items 1 and or 2 for additional services. Complete items 3, 4a, and 4b. Print your name and address on the reverse of this form so that we card to you. Attach this form to the front of the mailpiece, or on the back if spa permit. Write "Return Receipt Requested" on the mailpiece below the article that the receipt will show to whom the article was delivered adelivered. 3. Article Addressed to: William G. Webb 8226 Douglas Suite 709 Dallas, TX 75225-5959	ing services (fo	Thank you for using Return Receipt Service.		
IN ADDR		☐ Return Rec 7. Date of De	eipt for Merchandise Hivery	COD	you for us
r BETUE	Received By: (Print Name) Signature (Addressee or Agent)	8. Addressee fee is paid	's Address <i>(Only i</i>)	f requested and	Thank
ls you					_
:	PS Form 3811, December 1994	102595-9	9-8-0223 Domest	tic Return Receipt	
n the reverse side?	SENDER: Complete items 1 and/or 2 for additional services. Complete items 3, 4a, and 4b. Print your name and address on the reverse of this form so that we card to you. Attach this form to the front of the mailpiece, or on the back if space permit. Write "Return Receipt Requested" on the mailpiece below the artic. The Return Receipt will show to whom the article was delivered as	ce does not	I also wish to recing services (for 1. Addressee 2. Restricted	e's Address	sipt Service.
RETURN ADDRESS completed on the reverse side?	delivered. 3. Article Addressed to:	Z 4		43-083 628	
	Hary Frances Turner Trust P.O. Box 660197 Dallas, TX 75266-0197	4b. Service Type Registered Express Mail Return Receipt for Merchandise COD 7. Date of Delivery		Thank you for using Return Receipt Service	
your BETURA	Received By: (Print Name) Signature (Addressee or Agent)	8. Addressee fee is paid,	's Address <i>(Only i</i> i	f requested and	Thank y
	PS Form 3811, December 1994	102595-99	9-B-0223 Domest	ic Return Receipt	
on the reverse side?	SENDER: Complete items 1 and/or 2 for additional services. Complete items 3, 4a, and 4b. Print your name and address on the reverse of this form so that we card to you. Attach this form to the front of the mailpiece, or on the back if spapermit. Write "Return Receipt Requested" on the mailpiece below the article the complete of the permit.	ce does not	I also wish to reing services (fo	e's Address	ipt Service.
pleted	3. Article Addressed to:	4a. Article Nu Z 4	I Imber 43 083 564		rn Rece
RETURN ADDRESS completed	John Lee Turner HC 73 Box 122 Suite 277 Park Hill, OK 74431	4b. Service T Registered Express M Return Reco	di lail eipt for Merchandise	☐ Certified ☐ Insured ☐ COD	Thank you for using Return Receipt Service
r BETUR	5. Received By: (Print Name)	's Address (Only in	requested and	Thank y	
Ź	6. Signature (Addressee or Agent)				