Paribou

Production and Exploration Office
Transwestern Life Building - Room 305 219

404 North 31st Street • Billings, Montana 59101

June 1, 1979

Oil Conservation Commission Attention: Mr. A. R. Kendrick, Supervisor 1000 Rio Brazos Road Aztec, NM 87401

Dear Mr. Kendrick:

Enclosed please find a C-104 "Request for Allowable and Authorization to Transport Oil and Natural Gas" for the Caribou Four Corners, Inc., Kirtland #1.

Caribou Four Corners, Inc., is requesting a temporary 60 day production period to determine the amount of associated gas which will be produced. Caribou Four Corners, Inc., proposes to market oil produced during completion and the temporary production period and hold all proceeds in an escrow account until final details on the Communitization Agreement and Division Order are completed.

During completion, swabbing the well yielded a visual estimate of 100 FCFPD. Shut-in casing pressure is in the 700 psi range. Caribou Four Corners, Inc., would like to produce the well for up to 60 days gauging the gas flared to the pits to determine the viability of obtaining a gas market.

El Paso's nearest gathering systems are north of Highway 550 or South of the San Juan River. Another possible gas outlet would be directly into Southern Union's distribution system. In order to determine the best course of action, a temporary production period of up to 60 days is requested.

Sincerely,

CARIBOU FOUR CORNERS, INC.

Denny G. Foust

Geologist

DGF/plw

Enc.



Production and Exploration Office Transwestern Life Building - Room 305 219 404 North 31st Street • Billings, Montana 59101

July 6, 1979

State Of New Mexico Energy and Minerals Dept. Oil Conservation Division Mr. A. R. Kendrick 1000 Rio Brazos Road Aztec, NM 87401

RE: Kirtland #1 A-13-29N-R-15W API 30-045-23470, Escrow Account, Temporary Production Order

Dear Mr. Kendrick:

An escrow account has been opened with Farmington National Bank, Farmington, New Mexico; Mr. Damon Weems, Farmington, New Mexico, attorney has been designated agent.

Sixty-six barrels of oil obtained by flowing and swabbing the well during completion were transported to the Caribou Four Corners, Inc., refinery on June 19, 1979. No deposit has been made because a price for this oil has not been determined under federal regulations. No further production has been obtained from the well due to equipment problems and lack of a power hook-up. Hopefully we can get the well on production soon.

Sincerely,

CARIBOU FOUR CORNERS, INC.

Henry 2. Fauit

Denny G. Foust

Geologist

cc: Oil Conservation Division

Box 2088

Santa Fe, New Mexico 87501





Production and Exploration Office Transwestern Life Building - Room 305 404 North 31st Street • Billings, Montana 59101

September 7, 1979

State of New Mexico Energy and Minerals Dept. Oil Conservation Division Mr. A. R. Kendrick 1000 Rio Brazos Road Aztec, New Mexico 87401

Kirtland #1 A-13-29N-15W API 30-045-2347, Escrow Account Temporary Production Order

Dear Mr. Kendrick:

This is to notify you that 1,636.69 barrels of oil have been marketed from the above captioned well during August 1 through August 28, 1979.

We have made a deposit in the Farmington National Bank in the escrow account in the amount of \$14,842.75 for the barrels of oil that were marketed from the well in June and July.

Sincerely,

CARIBOU FOUR CORNERS, INC.

atricia Patricia L. West For Denny G. Foust Geologist



BRUCE KING GOVERNOR LARRY KEHOE

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178

August 9, 1979

Mr. Denny Foust Caribou Four Corners, Inc. 219 Transwestern Building 404 North 31st Street Billings, Montana 59101

Re: Caribou Four Corners, Inc. Kirtland #1 A-13-29N-15W

Dear Mr. Foust:

This letter shall extend the effective dates of the form C-104 approved by this office June 5, 1979, for the subject well until August 31, 1979.

This letter shall supersede the letter from this office dated June 5, 1979, which set an earlier limit of the effective date.

If there are questions, please contact us.

Yours very truly.

A. R. Kendrick District Supervisor

xc: Oil Conservation Division, Santa Fe inland Corporation

ARK:no



STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178

August 9, 1979

Mr. Denny Foust Carlbou Four Corners, Inc. 219 Transwestern Building 404 North 31st Street Billings, Montana 59101

Re: Caribou Four Corners, Inc. Kirtland #1 A-13-29N-15W

Dear Mr. Foust:

This letter shall extend the effective dates of the form C-104 approved by this office June 5, 1979, for the subject well until August 31, 1979.

This letter shall supersede the letter from this office dated June 5, 1979, which set an earlier limit of the effective date.

If there are questions, please contact us.

Yours very truly,

A. R. Kendrick

District Supervisor

xc: Oil Conservation Division, Santa Fe

Inland Corporation

ARK:no

Aug. 3, 1979

State of New Mexico Energy and Minerals Dept. Oil Conservation Division Mr. A. R. Kendrick 1000 Rio Brazos Road Aztec, New Mexico 87401

RE: Kirtland #1 A-13-29N-15W API 30-045-2347, Escrow Account, Temporary Production Order

Dear Mr. Kendrick:

The Kirtland #1 well was started flowing on July 13, 1979. The well was flowed a total of 14 days in July during the daylight hours. Approximately 800 barrels of oil were produced by flowing the well. Five hundred barrels of oil were hauled, by Inland Corporation, to the Caribou Four Corners refinery. A total of 566.67 barrels of oil have been marketed from the well during June and July.

It is my understanding that the payments for the oil will be made on August 22, 1979. Deposits will be made in the escrow account at the Farmington National Bank upon receipt of payment.

The USGS has yet to process the communitization agreement; USGS personnel have suggested it will take an additional 60 days for the agreement to be processed by the BIA and Navajo Tribe.

Sincerely,

CARIBOU FOUR CORNERS, INC.
Denny G. Foust

Geologist

DGF/mlb



BRUCE KING GOVERNOR LARRY KEHOE SECRETARY

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO B7410 (505) 334-6178

August 30, 1979

Mr. Denny Foust Caribou Four Corners, Inc. 209 Transwestern Bldg. Billings, Montana 59101

Re: Caribou Four Corners, Inc.

Kirtland #1 A-13-29N-15W

Dear Mr. Foust:

This letter shall supercede letters of this office dated June 5, 1979, and August 8, 1979, in re the captioned well.

Form C-104 for the subject well shall remain in full force and effect through September 30, 1979.

If there are questions please contact us.

Yours very truly,

A. R. Kendrick

Supervisor, District #3

XC: OCD, Santa Fe, N.M.

Inland Corp., Farmington, N.M. Elledge Consulting & Production

Box 819

Bloomfield, New Mexico 87413

ARK/bk

BRUCE KING GOVERNOR LARRY KEHOE SECRETARY

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178

August 30, 1979

Mr. Denny Foust Caribou Four Corners, Inc. 209 Transwestern Bldg. Billings, Montana 59101

Re: Caribou Four Corners, Inc.

Kirtland #1 A-13-29N-15W

Dear Mr. Foust:

This letter shall supercede letters of this office dated June 5, 1979, and August 8, 1979, in re the captioned well.

Form C-104 for the subject well shall remain in full force and effect through September 30, 1979.

If there are questions please contact us.

Yours very truly,

A. R. Kendrick

Supervisor, District #3

XC: OCD, Santa Fe, N.M.

Inland Corp., Farmington, N.M. Elledge Consulting & Production

Box 819

Bloomfield, New Mexico 87413

ARK/bk



Production and Exploration Office
Transwestern Life Building - Room **%%** 219
404 North 31st Street • Billings, Montana 59101

October 9, 1979

State of New Mexico Energy and Minerals Dept. Oil Conservation Division Mr. A. R. Kendrick 1000 Rio Brazos Road Aztec, NM 87401

RE: Kirtland #1 A-13-29N-15W API 30-045-2347, Escrow Account Temporary Production Order

Dear Mr. Kendrick:

This is to notify you that 1535.18 barrels of oil have been marketed from the above captioned well during September 1 through September 30, 1979.

We have made a deposit in the Farmington National Bank in the escrow account in the amount of \$46,368.08 for the barrels of oil that were marketed from the well in August.

Sincerely,

CARIBOU FOUR CORNERS, INC.

Patricia Z West Patricia L. West For Denny G. Foust Geologist





Production and Exploration Office
Transwestern Life Building - Room XCSX 219
404 North 31st Street • Billings, Montana 59101

November 19, 1979

13-29-15

Dear Royalty Owners:

Caribou Four Corners, Inc., has been actively producing the Kirtland #1 well since July 13, 1979. The cumulative production sold through October 31, 1979, is 5393 barrels of oil. The total proceeds from this well are being deposited as required by the State of New Mexico, in an escrow account #70-303-6 at Farmington National Bank, P. O. Box 630, Farmington, NM 87401. Caribou Four Corners, Inc., has been and will continue to deposit all proceeds from this well's production into the above account at Farmington until the Federal Government and the Navajo tribe approve or disapprove the inclusion of 2.87 acres of Navajo land in the well's 80 acre spacing unit. This means that all funds are deposited-your royalty as well as Caribou's.

Immediately upon release of these funds by the State of New Mexico, a distribution of the 3rd quarter 1979 royalties will be made to royalty owners, less State and Federal taxes.

If you have any questions, please feel free to contact us:

Pat West -or- A. D. Morgan Caribou Four Corners, Inc. 219 Transwestern Life Bldg. Billings, Montana 59101 Phone 406-252-5377

Sincerely,

CARIBOU FOUR CORNERS, INC.

A. D. Morgan, Manager Exploration Department

ADM:plw

Mr. Al Kendrick
Energy & Mineral Dept.
Oil Conservation Division
1000 Rio Brozos Road
Aztec, NM 87410

cc: Farmington National Bank
P O Box 630
Farmington, NM 87401

DIST. 3



Production and Exploration Office
Transwestern Life Building - Room **25*** 219
404 North 31st Street • Billings, Montana 59101

December 10, 1979

State of New Mexico Energy & Minerals Dept Oil Conservation Division Mr. A. R. Kendrick 1000 Rio Brazos Road Aztec, NM 87401

RE: Kirtland #1 A-13-29N-15W API 30-045-2347, Escrow Account Temporary Production Order

Dear Mr. Kendrick:

This is to notify you that approximately 1600 barrels of oil have been marketed from the above captioned well during November 1 through November 29, 1979.

We have made a deposit in the Farmington National Bank in the escrow account in the amount of \$48,492.06 for the barrels of oil that were marketed from the well in October.

Sincerely,

CARIBOU FOUR CORNERS, INC.

Patricia L. West, Manager Land Records and Accounting





Production and Exploration Office
Transwestern Life Building - Room XXX 219
404 North 31st Street • Billings, Montana 59101

November 8, 1979

State of New Mexico Energy and Minerals Dept. Oil Conservation Division Mr. A. R. Kendrick 1000 Rio Brazos Road Aztec, NM 87401

RE: Kirtland #1 A-13-29N-15W
API 30-045-2347, Escrow Account
Temporary Production Order

Dear Mr. Kendrick:

This is to notify you that 1459 barrels of oil have been marketed from the above captioned well during October 1 through October 31, 1979.

We have made a deposit in the Farmington National Bank in the escrow account in the amount of \$41,116.78 for the barrels of oil that were marketed from the well in September.

Sincerely,

CARIBOU FOUR CORNERS, INC.

Patricia L. West For Denny G. Foust

Geologist

cc: Oil Conservation Division

Box 2088

Santa Fe, New Mexico 87501