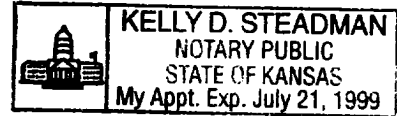


SUBSCRIBED AND SWORN TO before me this 5th day of May, 1998.

Kelly D. Steadman

Notary Public

My Commission expires: 7/21/99



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 5/28, 1997

SS. Z
District Supervisor, District 3
Oil Conservation Division

Date: 6/5/98

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

DATE: _____

Form 3160-5
(June 1990)

**UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT**

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well ☐ Oil Well ☒ Gas Well ☐ Other		FORM APPROVED Budget Bureau No. 1004-0133 Expires: March 31, 1993	
2. Name of Operator <u>Koch Exploration Company</u>		3. Lease Designation and Serial No. <u>NM-013642</u>	
3. Address and Telephone No. <u>P.O. Box 489 Aztec, NM 87410 (505-334-9111)</u>		4. If Indian, Allottee or Tribe Name <u>NA</u>	
4. Location of Well (Range, Sec., T., R., M., or Survey Description) <u>Sec. 26, T32N, R9W (G)</u>		5. If Unit or CA, Agreement Designation <u>NA</u>	
<u>1460' FNL & 2000' FEL</u>		6. Well Name and No. <u>Gardner C 7</u>	
		7. AM Well No. <u>3004528013</u>	
		8. Field and Pool, or Exploratory Area <u>Basin Fruitland Coal</u>	
		9. County or Parish, State <u>San Juan, NM</u>	

12. CHECK APPROPRIATE BOX(es) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA		
TYPE OF SUBMISSION	TYPE OF ACTION	
☐ Notice of Intent ☒ Subsequent Report ☐ Final Abandonment Notice	☐ Abandonment ☒ Recompletion ☐ Plugging Back ☐ Casing Repair ☐ Altering Casing ☐ Other	☐ Change of Plans ☐ New Construction ☐ Non-Routine Fracturing ☐ Water Shut-Off ☐ Conversion to Injection ☐ Disposal Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log (Form 1))
13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)		

We cleaned open hole out and had an increase in gas production.

We ran a 5 1/2" 17# liner in open hole. Set liner hanger @ 3030.71" KB with bottom of 5 1/2" landed @ 3454' KB. 7" 23# casing is set @ 3073' KB. Landed 2 7/8" tubing @ 3205.80' KB with "F" nipple @ 3173.40' KB.

Put Back on production 5-28-97.

14. I hereby certify that the foregoing is true and correct.	Signed <u>Donald L. [Signature]</u>	Title <u>Operations Manager</u>	Date <u>5-29-97</u>
(This space for Federal or State office use)		ACCEPTED FOR RECORD JUN 03 1997	
Approved by _____		Title _____	
Conditions of approval, if any:			

Title (18 U.S.C. Section 1001), makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations or to any matter within its jurisdiction.

*See instruction on Reverse Side

OPERATOR**FARMINGTON DISTRICT OFFICE**

KOCH EXPLORATION CO.
Work-over Procedure
Gardner 7C

Location 1460 FNL-2000 FEL Section 26, T32N, R9W
San Juan, New Mexico

Casing & Tubing

7" 23# set @ 3073

5 1/2" 17# liner top-3002 BTM 3422

2 3/8 J-55 Tubing 100 JTS "F" Nipple @ 3146 ft.

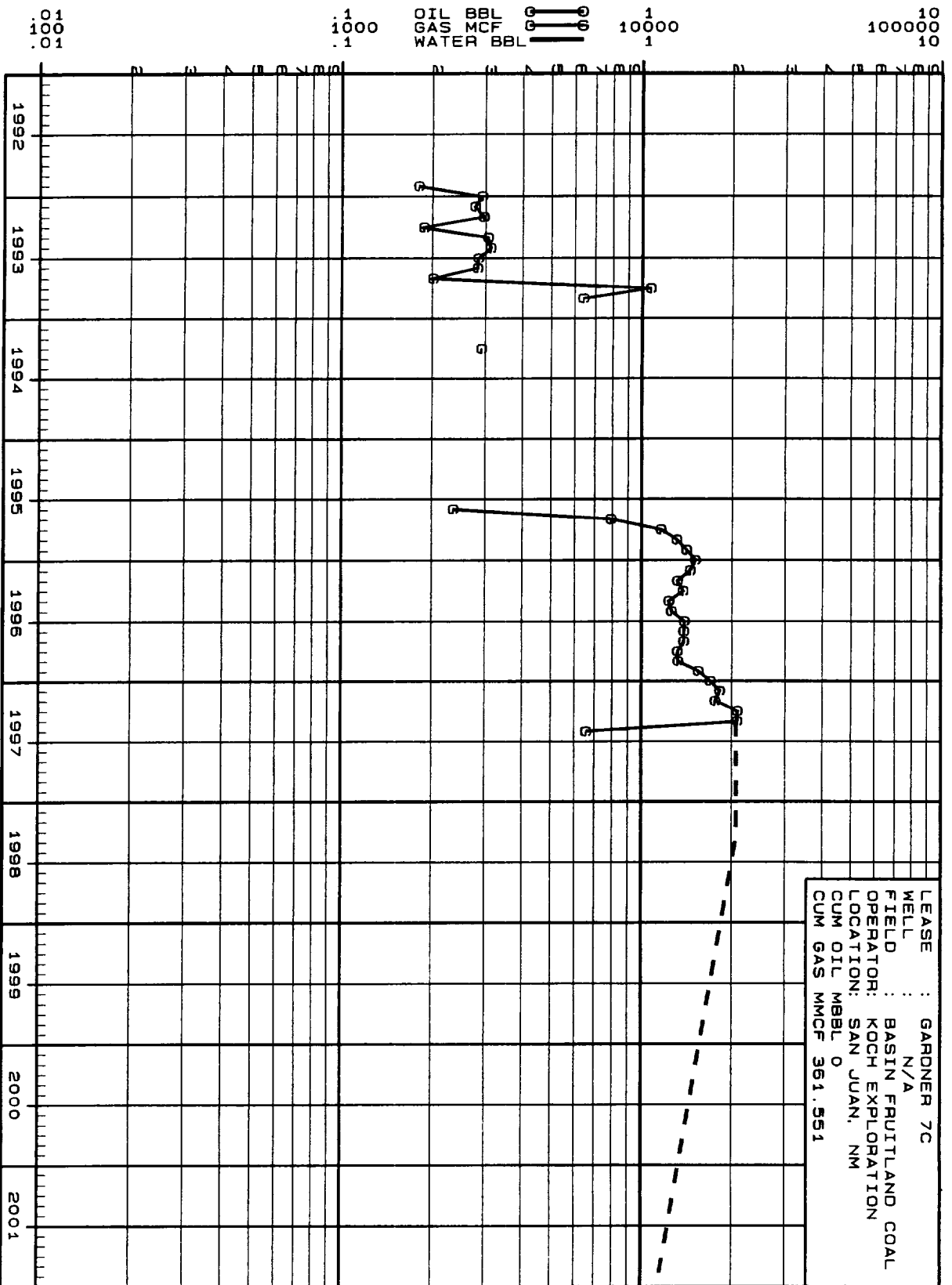
PBTD 3495 ft.

Total open hole 422 ft.

PROCEDURE

1. Move in rig up coal completion rig.
2. Set pump through plug in "F" nipple @ 3146 ft., nipple down well head, nipple up 6" 900 series double BOPS, 7 1/16 ID 3000 PSI flow cross with two 4" flanged outlets with outside 4" hydraulic and inside manual valves on either side. Nipple a second double above flow cross with rotating head. Dress BOPS with blind rams on bottom and 2 3/8 rams in top three positions.
3. Lay and tie down two 7" blooie lines and 2-7/8" relief line, and choke manifold.
4. Bleed down back side slowly, record PSI.
5. Nipple down tubing hanger.
6. Trip out of hole laying down 2 3/8" production tubing.
7. Pick up 10 drill collars, 5 1/2 liner retrieving head, and 3 1/2 drill pipe and trip in hole. Retrieve 5 1/2 liner. Will snub if needed.
8. Trip back in hole with 6 1/4 bit, bit sub drill collars and recavitate open hole with air and small amounts of water. Take frequent pilot readings to determine state of effectiveness of recavitation efforts.
9. P.U. and run pre-drilled and plugged 5 1/2 liner and hang across open hole.
10. L.D. drill pipe, P.U. mill and SLH. Mill aluminum perf plugs. Pooh with tubing, lay down mill.
11. Trip in hole with 1JT - 1-"F" nipple, and 2 7/8" production tubing, land tubing hanger.
12. Nipple down BOP stack, nipple up well head, rig down cavitation rig and accessory equipment release rig.

08-04-1998 TEXAS COMPUTER WORKS, INC.



Gardner 7C
Exhibit "A"
Decline Curve

LEASE NAME: GARDNER 7C
WELL NAME: N/A
FIELD: BASIN FRUITLAND COAL
CNTY/ST: SAN JUAN, NM
OPERATOR: KOCH EXPLORATION
FORMATION: COAL
PROD. START: 0 / 1990
PROJ. START: 1 / 1992

DATE: 05-04-1998
TIME: 16:10:50
FILE: G7C1PRE

PRODUCTION FORECAST REPORT (HISTORY ENDS 5/1997)

***** 8/8TH PRODUCTION *****					***** NET PRODUCTION *****				
MTH/YR	OIL	GAS	CUM OIL	CUM GAS	OIL	GAS	CUM OIL	CUM GAS	RATIO
-----	BBL-----	MCF-----	MB-----	MMF-----	BBL-----	MCF-----	MB-----	MMF-----	-----
PRIOR			0.000	0.000			0.000	0.000	0
1/92	0.0	0.0	0.000	0.000	0.0	0.0	0.000	0.000	0
2/92	0.0	0.0	0.000	0.000	0.0	0.0	0.000	0.000	0
3/92	0.0	0.0	0.000	0.000	0.0	0.0	0.000	0.000	0
4/92	0.0	0.0	0.000	0.000	0.0	0.0	0.000	0.000	0
5/92	0.0	0.0	0.000	0.000	0.0	0.0	0.000	0.000	0
6/92	0.0	0.0	0.000	0.000	0.0	0.0	0.000	0.000	0
7/92	0.0	0.0	0.000	0.000	0.0	0.0	0.000	0.000	0
8/92	0.0	0.0	0.000	0.000	0.0	0.0	0.000	0.000	0
9/92	0.0	0.0	0.000	0.000	0.0	0.0	0.000	0.000	0
10/92	0.0	0.0	0.000	0.000	0.0	0.0	0.000	0.000	0
11/92	0.0	1807.0	0.000	1.807	0.0	1581.1	0.000	1.581	0
12/92	0.0	2922.0	0.000	4.729	0.0	2556.8	0.000	4.138	0
S. TOT.	0.0	4729.0			0.0	4137.9			0
1/93	0.0	2768.0	0.000	7.497	0.0	2422.0	0.000	6.560	0
2/93	0.0	2959.0	0.000	10.456	0.0	2589.1	0.000	9.149	0
3/93	0.0	1884.0	0.000	12.340	0.0	1648.5	0.000	10.798	0
4/93	0.0	3057.0	0.000	15.397	0.0	2674.9	0.000	13.472	0
5/93	0.0	3122.0	0.000	18.519	0.0	2731.8	0.000	16.204	0
6/93	0.0	2844.0	0.000	21.363	0.0	2488.5	0.000	18.693	0
7/93	0.0	2825.0	0.000	24.188	0.0	2471.9	0.000	21.165	0
8/93	0.0	2020.0	0.000	26.208	0.0	1767.5	0.000	22.932	0
9/93	0.0	10680.0	0.000	36.888	0.0	9345.0	0.000	32.277	0
10/93	0.0	6408.0	0.000	43.296	0.0	5607.0	0.000	37.884	0
11/93	0.0	0.0	0.000	43.296	0.0	0.0	0.000	37.884	0
12/93	0.0	0.0	0.000	43.296	0.0	0.0	0.000	37.884	0
S. TOT.	0.0	38567.0			0.0	33746.1			0
1/94	0.0	0.0	0.000	43.296	0.0	0.0	0.000	37.884	0
2/94	0.0	0.0	0.000	43.296	0.0	0.0	0.000	37.884	0
3/94	0.0	2914.0	0.000	46.210	0.0	2549.8	0.000	40.434	0
4/94	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
5/94	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
6/94	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
7/94	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
8/94	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
9/94	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
10/94	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
11/94	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
12/94	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
S. TOT.	0.0	2914.0			0.0	2549.8			0

LEASE NAME: GARDNER 7C
WELL NAME: N/A
FIELD: BASIN FRUITLAND COAL
CNTY/ST: SAN JUAN, NM
OPERATOR: KOCH EXPLORATION
FORMATION: COAL

DATE: 05-04-1998
TIME: 16:10:50
FILE: G7C1PRE

PROD. START: 0 / 1990
PROJ. START: 1 / 1992

PRODUCTION FORECAST REPORT (HISTORY ENDS 5/1997)

MTH/YR	***** 8/8TH PRODUCTION *****				***** NET PRODUCTION *****				RATIO
	OIL BBL-----	GAS MCF-----	CUM OIL MB-----	CUM GAS MMF-----	OIL BBL-----	GAS MCF-----	CUM OIL MB-----	CUM GAS MMF-----	
1/95	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
2/95	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
3/95	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
4/95	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
5/95	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
6/95	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
7/95	0.0	2362.0	0.000	48.572	0.0	2066.8	0.000	42.500	0
8/95	0.0	7906.0	0.000	56.478	0.0	6917.8	0.000	49.418	0
9/95	0.0	11602.0	0.000	68.080	0.0	10151.8	0.000	59.570	0
10/95	0.0	13105.0	0.000	81.185	0.0	11466.9	0.000	71.037	0
11/95	0.0	14151.0	0.000	95.336	0.0	12382.1	0.000	83.419	0
12/95	0.0	15115.0	0.000	110.451	0.0	13225.6	0.000	96.645	0
S. TOT.	0.0	64241.0			0.0	56210.9			0
1/96	0.0	14528.0	0.000	124.979	0.0	12712.0	0.000	109.357	0
2/96	0.0	13176.0	0.000	138.155	0.0	11529.0	0.000	120.886	0
3/96	0.0	13772.0	0.000	151.927	0.0	12050.5	0.000	132.936	0
4/96	0.0	12338.0	0.000	164.265	0.0	10795.8	0.000	143.732	0
5/96	0.0	12598.0	0.000	176.863	0.0	11023.3	0.000	154.755	0
6/96	0.0	13899.0	0.000	190.762	0.0	12161.6	0.000	166.917	0
7/96	0.0	13849.0	0.000	204.611	0.0	12117.9	0.000	179.035	0
8/96	0.0	13853.0	0.000	218.464	0.0	12121.4	0.000	191.156	0
9/96	0.0	13190.0	0.000	231.654	0.0	11541.3	0.000	202.697	0
10/96	0.0	13238.0	0.000	244.892	0.0	11583.3	0.000	214.280	0
11/96	0.0	15502.0	0.000	260.394	0.0	13564.3	0.000	227.845	0
12/96	0.0	16982.0	0.000	277.376	0.0	14859.3	0.000	242.704	0
S. TOT.	0.0	166925.0			0.0	146059.4			0
1/97	0.0	18245.0	0.000	295.621	0.0	15964.4	0.000	258.668	0
2/97	0.0	17610.0	0.000	313.231	0.0	15408.8	0.000	274.077	0
3/97	0.0	20886.0	0.000	334.117	0.0	18275.3	0.000	292.352	0
4/97	0.0	20852.0	0.000	354.969	0.0	18245.5	0.000	310.598	0
5/97	0.0	6582.0	0.000	361.551	0.0	5759.3	0.000	316.357	0
6/97	0.0	20695.4	0.000	382.246	0.0	18108.5	0.000	334.466	0
7/97	0.0	20695.4	0.000	402.942	0.0	18108.5	0.000	352.574	0
8/97	0.0	20695.4	0.000	423.637	0.0	18108.5	0.000	370.683	0
9/97	0.0	20695.4	0.000	444.333	0.0	18108.5	0.000	388.791	0
10/97	0.0	20695.4	0.000	465.028	0.0	18108.5	0.000	406.900	0
11/97	0.0	20695.4	0.000	485.723	0.0	18108.5	0.000	425.008	0
12/97	0.0	20695.4	0.000	506.419	0.0	18108.5	0.000	443.117	0
S. TOT.	0.0	229042.8			0.0	200412.5			0

LEASE NAME: GARDNER 7C
WELL NAME: N/A
FIELD: BASIN FRUITLAND COAL
CNTY/ST: SAN JUAN, NM
OPERATOR: KOCH EXPLORATION
FORMATION: COAL
PROD. START: 0 / 1990
PROJ. START: 1 / 1992

DATE: 05-04-1998
TIME: 16:10:50
FILE: G7C1PRE

PRODUCTION FORECAST REPORT (HISTORY ENDS 5/1997)

***** 8/8TH PRODUCTION *****					***** NET PRODUCTION *****				
MTH/YR	OIL	GAS	CUM OIL	CUM GAS	OIL	GAS	CUM OIL	CUM GAS	RATIO
-----	BBL-----	MCF-----	MB-----	MMF-----	BBL-----	MCF-----	MB-----	MMF-----	-----
1/98	0.0	20695.4	0.000	527.114	0.0	18108.5	0.000	461.225	0
2/98	0.0	20695.4	0.000	547.810	0.0	18108.5	0.000	479.334	0
3/98	0.0	20695.4	0.000	568.505	0.0	18108.5	0.000	497.442	0
4/98	0.0	20695.4	0.000	589.201	0.0	18108.5	0.000	515.550	0
5/98	0.0	20695.4	0.000	609.896	0.0	18108.5	0.000	533.659	0
6/98	0.0	20555.9	0.000	630.452	0.0	17986.4	0.000	551.645	0
7/98	0.0	20279.4	0.000	650.731	0.0	17744.5	0.000	569.390	0
8/98	0.0	20006.6	0.000	670.738	0.0	17505.8	0.000	586.896	0
9/98	0.0	19737.4	0.000	690.475	0.0	17270.3	0.000	604.166	0
10/98	0.0	19471.9	0.000	709.947	0.0	17038.0	0.000	621.204	0
11/98	0.0	19210.0	0.000	729.157	0.0	16808.8	0.000	638.013	0
12/98	0.0	18951.6	0.000	748.109	0.0	16582.7	0.000	654.595	0
S. TOT.	0.0	241689.9			0.0	211478.7			0
1/99	0.0	18696.7	0.000	766.805	0.0	16359.6	0.000	670.955	0
2/99	0.0	18445.2	0.000	785.251	0.0	16139.5	0.000	687.094	0
3/99	0.0	18197.0	0.000	803.448	0.0	15922.4	0.000	703.017	0
4/99	0.0	17952.3	0.000	821.400	0.0	15708.2	0.000	718.725	0
5/99	0.0	17710.8	0.000	839.111	0.0	15496.9	0.000	734.222	0
6/99	0.0	17472.5	0.000	856.583	0.0	15288.5	0.000	749.510	0
7/99	0.0	17237.5	0.000	873.821	0.0	15082.8	0.000	764.593	0
8/99	0.0	17005.6	0.000	890.826	0.0	14879.9	0.000	779.473	0
9/99	0.0	16776.8	0.000	907.603	0.0	14679.7	0.000	794.153	0
10/99	0.0	16551.2	0.000	924.154	0.0	14482.3	0.000	808.635	0
11/99	0.0	16328.5	0.000	940.483	0.0	14287.5	0.000	822.922	0
12/99	0.0	16108.8	0.000	956.592	0.0	14095.2	0.000	837.018	0
S. TOT.	0.0	208482.8			0.0	182422.5			0
1/ 0	0.0	15892.2	0.000	972.484	0.0	13905.6	0.000	850.923	0
2/ 0	0.0	15678.4	0.000	988.162	0.0	13718.6	0.000	864.642	0
3/ 0	0.0	15467.5	0.000	1003.630	0.0	13534.0	0.000	878.176	0
4/ 0	0.0	15259.4	0.000	1018.889	0.0	13352.0	0.000	891.528	0
5/ 0	0.0	15054.2	0.000	1033.943	0.0	13172.4	0.000	904.700	0
6/ 0	0.0	14851.6	0.000	1048.795	0.0	12995.2	0.000	917.695	0
7/ 0	0.0	14651.9	0.000	1063.447	0.0	12820.4	0.000	930.516	0
8/ 0	0.0	14454.8	0.000	1077.901	0.0	12647.9	0.000	943.164	0
9/ 0	0.0	14260.3	0.000	1092.162	0.0	12477.8	0.000	955.641	0
10/ 0	0.0	14068.5	0.000	1106.230	0.0	12309.9	0.000	967.951	0
11/ 0	0.0	13879.2	0.000	1120.109	0.0	12144.3	0.000	980.096	0
12/ 0	0.0	13692.5	0.000	1133.802	0.0	11981.0	0.000	992.077	0
S. TOT.	0.0	177210.4			0.0	155059.1			0

LEASE NAME: GARDNER 7C
WELL NAME: N/A
FIELD: BASIN FRUITLAND COAL
CNTY/ST: SAN JUAN, NM
OPERATOR: KOCH EXPLORATION
FORMATION: COAL

DATE: 05-04-1998
TIME: 16:10:51
FILE: G7C1PRE

PROD. START: 0 / 1990
PROJ. START: 1 / 1992

PRODUCTION FORECAST REPORT (HISTORY ENDS 5/1997)

***** 8/8TH PRODUCTION *****					***** NET PRODUCTION *****					
MTH/YR	OIL	GAS	CUM OIL	CUM GAS	OIL	GAS	CUM OIL	CUM GAS	RATIO	
-----	BBL-----	MCF-----	MB-----	MMF-----	BBL-----	MCF-----	MB-----	MMF-----	-----	
1/ 1	0.0	13508.4	0.000	1147.310	0.0	11819.8	0.000	1003.896	0	
2/ 1	0.0	13326.6	0.000	1160.637	0.0	11660.8	0.000	1015.557	0	
3/ 1	0.0	13147.3	0.000	1173.784	0.0	11503.9	0.000	1027.061	0	
4/ 1	0.0	12970.5	0.000	1186.755	0.0	11349.2	0.000	1038.410	0	
5/ 1	0.0	12796.1	0.000	1199.551	0.0	11196.6	0.000	1049.607	0	
6/ 1	0.0	12623.9	0.000	1212.175	0.0	11045.9	0.000	1060.653	0	
7/ 1	0.0	12454.1	0.000	1224.629	0.0	10897.3	0.000	1071.550	0	
8/ 1	0.0	12286.6	0.000	1236.915	0.0	10750.7	0.000	1082.301	0	
9/ 1	0.0	12121.3	0.000	1249.037	0.0	10606.1	0.000	1092.907	0	
10/ 1	0.0	11958.3	0.000	1260.995	0.0	10463.5	0.000	1103.370	0	
11/ 1	0.0	11797.3	0.000	1272.792	0.0	10322.6	0.000	1113.693	0	
12/ 1	0.0	11638.7	0.000	1284.431	0.0	10183.9	0.000	1123.877	0	
S. TOT.	0.0	150628.9			0.0	131800.3			0	
1/ 2	0.0	11482.1	0.000	1295.913	0.0	10046.8	0.000	1133.924	0	
2/ 2	0.0	11327.6	0.000	1307.241	0.0	9911.7	0.000	1143.835	0	
3/ 2	0.0	11175.3	0.000	1318.416	0.0	9778.3	0.000	1153.614	0	
4/ 2	0.0	11024.9	0.000	1329.441	0.0	9646.8	0.000	1163.260	0	
5/ 2	0.0	10876.6	0.000	1340.317	0.0	9517.1	0.000	1172.778	0	
6/ 2	0.0	10730.3	0.000	1351.048	0.0	9389.0	0.000	1182.167	0	
7/ 2	0.0	10585.9	0.000	1361.634	0.0	9262.7	0.000	1191.429	0	
8/ 2	0.0	10443.6	0.000	1372.077	0.0	9138.1	0.000	1200.567	0	
9/ 2	0.0	10303.1	0.000	1382.380	0.0	9015.2	0.000	1209.583	0	
10/ 2	0.0	10164.4	0.000	1392.545	0.0	8893.9	0.000	1218.477	0	
11/ 2	0.0	10027.8	0.000	1402.573	0.0	8774.3	0.000	1227.251	0	
12/ 2	0.0	9892.9	0.000	1412.465	0.0	8656.3	0.000	1235.907	0	
S. TOT.	0.0	128034.5			0.0	112030.2			0	
1/ 3	0.0	9759.8	0.000	1422.225	0.0	8539.8	0.000	1244.447	0	
2/ 3	0.0	9628.5	0.000	1431.854	0.0	8424.9	0.000	1252.872	0	
3/ 3	0.0	9499.0	0.000	1441.353	0.0	8311.6	0.000	1261.183	0	
4/ 3	0.0	9371.2	0.000	1450.724	0.0	8199.8	0.000	1269.383	0	
5/ 3	0.0	9245.1	0.000	1459.969	0.0	8089.5	0.000	1277.473	0	
6/ 3	0.0	9120.8	0.000	1469.090	0.0	7980.7	0.000	1285.453	0	
7/ 3	0.0	8998.1	0.000	1478.088	0.0	7873.3	0.000	1293.327	0	
8/ 3	0.0	8877.0	0.000	1486.965	0.0	7767.4	0.000	1301.094	0	
9/ 3	0.0	8757.6	0.000	1495.722	0.0	7662.9	0.000	1308.757	0	
10/ 3	0.0	8639.8	0.000	1504.362	0.0	7559.8	0.000	1316.317	0	
11/ 3	0.0	8523.6	0.000	1512.886	0.0	7458.1	0.000	1323.775	0	
12/ 3	0.0	8408.9	0.000	1521.295	0.0	7357.8	0.000	1331.133	0	
S. TOT.	0.0	108829.3			0.0	95225.6			0	

LEASE NAME: GARDNER 7C
WELL NAME: N/A
FIELD: BASIN FRUITLAND COAL
CNTY/ST: SAN JUAN, NM
OPERATOR: KOCH EXPLORATION
FORMATION: COAL
PROD. START: 0 / 1990
PROJ. START: 1 / 1992

DATE: 05-04-1998
TIME: 16:10:51
FILE: G7C1PRE

PRODUCTION FORECAST REPORT (HISTORY ENDS 5/1997)

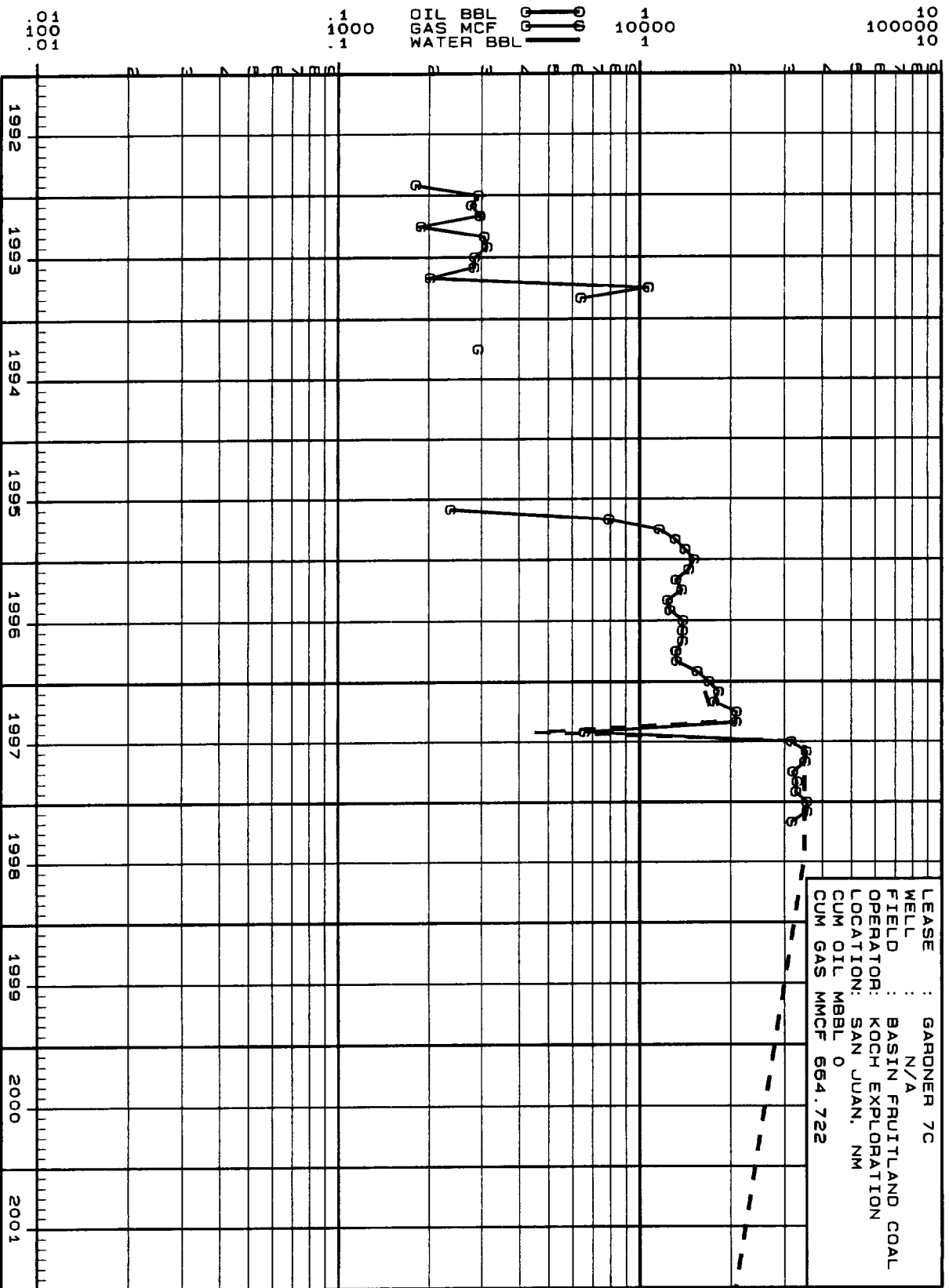
***** 8/8TH PRODUCTION *****					***** NET PRODUCTION *****				
MTH/YR	OIL	GAS	CUM OIL	CUM GAS	OIL	GAS	CUM OIL	CUM GAS	RATIO
-----	BBL-----	MCF-----	MB-----	MMF-----	BBL-----	MCF-----	MB-----	MMF-----	-----
1/ 4	0.0	8295.8	0.000	1529.590	0.0	7258.8	0.000	1338.392	0
2/ 4	0.0	8184.3	0.000	1537.775	0.0	7161.2	0.000	1345.553	0
3/ 4	0.0	8074.1	0.000	1545.849	0.0	7064.9	0.000	1352.618	0
4/ 4	0.0	7965.5	0.000	1553.814	0.0	6969.8	0.000	1359.588	0
5/ 4	0.0	7858.3	0.000	1561.672	0.0	6876.0	0.000	1366.464	0
6/ 4	0.0	7752.7	0.000	1569.425	0.0	6783.6	0.000	1373.247	0
7/ 4	0.0	7648.4	0.000	1577.073	0.0	6692.3	0.000	1379.939	0
8/ 4	0.0	7545.4	0.000	1584.619	0.0	6602.3	0.000	1386.542	0
9/ 4	0.0	7444.0	0.000	1592.063	0.0	6513.5	0.000	1393.055	0
10/ 4	0.0	7343.8	0.000	1599.407	0.0	6425.8	0.000	1399.481	0
11/ 4	0.0	7245.1	0.000	1606.652	0.0	6339.4	0.000	1405.821	0
12/ 4	0.0	7147.6	0.000	1613.799	0.0	6254.1	0.000	1412.075	0
S. TOT.	0.0	92504.9			0.0	80941.8			0
1/ 5	0.0	7051.4	0.000	1620.851	0.0	6170.0	0.000	1418.245	0
2/ 5	0.0	6956.6	0.000	1627.807	0.0	6087.0	0.000	1424.332	0
3/ 5	0.0	6863.0	0.000	1634.670	0.0	6005.1	0.000	1430.337	0
4/ 5	0.0	6770.7	0.000	1641.441	0.0	5924.4	0.000	1436.261	0
5/ 5	0.0	6679.6	0.000	1648.121	0.0	5844.6	0.000	1442.106	0
6/ 5	0.0	6589.8	0.000	1654.710	0.0	5766.0	0.000	1447.872	0
7/ 5	0.0	6501.1	0.000	1661.211	0.0	5688.4	0.000	1453.560	0
8/ 5	0.0	6413.8	0.000	1667.625	0.0	5612.0	0.000	1459.172	0
9/ 5	0.0	6327.4	0.000	1673.953	0.0	5536.5	0.000	1464.709	0
10/ 5	0.0	6242.3	0.000	1680.195	0.0	5462.0	0.000	1470.171	0
11/ 5	0.0	6158.3	0.000	1686.353	0.0	5388.5	0.000	1475.559	0
12/ 5	0.0	6075.5	0.000	1692.428	0.0	5316.1	0.000	1480.875	0
S. TOT.	0.0	78629.3			0.0	68800.6			0
1/ 6	0.0	5993.6	0.000	1698.422	0.0	5244.4	0.000	1486.120	0
2/ 6	0.0	5913.1	0.000	1704.335	0.0	5174.0	0.000	1491.294	0
3/ 6	0.0	5833.6	0.000	1710.169	0.0	5104.4	0.000	1496.398	0
4/ 6	0.0	5755.0	0.000	1715.924	0.0	5035.6	0.000	1501.434	0
5/ 6	0.0	5677.8	0.000	1721.602	0.0	4968.0	0.000	1506.402	0
6/ 6	0.0	5601.3	0.000	1727.203	0.0	4901.1	0.000	1511.303	0
7/ 6	0.0	5525.9	0.000	1732.729	0.0	4835.1	0.000	1516.138	0
8/ 6	0.0	5451.6	0.000	1738.180	0.0	4770.2	0.000	1520.908	0
9/ 6	0.0	5378.3	0.000	1743.559	0.0	4706.0	0.000	1525.614	0
10/ 6	0.0	5306.0	0.000	1748.865	0.0	4642.8	0.000	1530.257	0
11/ 6	0.0	5234.5	0.000	1754.099	0.0	4580.2	0.000	1534.837	0
12/ 6	0.0	5164.1	0.000	1759.263	0.0	4518.6	0.000	1539.355	0
S. TOT.	0.0	66834.8			0.0	58480.4			0

LEASE NAME: GARDNER 7C
WELL NAME: N/A
FIELD: BASIN FRUITLAND COAL
CNTY/ST: SAN JUAN, NM
OPERATOR: KOCH EXPLORATION
FORMATION: COAL
PROD. START: 0 / 1990
PROJ. START: 1 / 1992

DATE: 05-04-1998
TIME: 16:10:51
FILE: G7C1PRE

PRODUCTION FORECAST REPORT (HISTORY ENDS 5/1997)

***** 8/8TH PRODUCTION *****					***** NET PRODUCTION *****				
MTH/YR	OIL	GAS	CUM OIL	CUM GAS	OIL	GAS	CUM OIL	CUM GAS	RATIO
-----	BBL-----	MCF-----	MB-----	MMF-----	BBL-----	MCF-----	MB-----	MMF-----	-----
1/ 7	0.0	5094.8	0.000	1764.358	0.0	4457.9	0.000	1543.813	0
2/ 7	0.0	5026.1	0.000	1769.384	0.0	4397.9	0.000	1548.211	0
3/ 7	0.0	4958.5	0.000	1774.343	0.0	4338.7	0.000	1552.550	0
4/ 7	0.0	4891.8	0.000	1779.234	0.0	4280.3	0.000	1556.830	0
5/ 7	0.0	4826.0	0.000	1784.060	0.0	4222.8	0.000	1561.053	0
6/ 7	0.0	4761.1	0.000	1788.822	0.0	4166.0	0.000	1565.219	0
7/ 7	0.0	4697.1	0.000	1793.519	0.0	4110.0	0.000	1569.329	0
8/ 7	0.0	4633.8	0.000	1798.152	0.0	4054.5	0.000	1573.383	0
9/ 7	0.0	4571.6	0.000	1802.724	0.0	4000.2	0.000	1577.384	0
10/ 7	0.0	4510.0	0.000	1807.234	0.0	3946.3	0.000	1581.330	0
11/ 7	0.0	4449.4	0.000	1811.683	0.0	3893.2	0.000	1585.223	0
12/ 7	0.0	4389.5	0.000	1816.073	0.0	3840.8	0.000	1589.064	0
S. TOT.	0.0	56809.6			0.0	49708.4			0
1/ 8	0.0	4330.5	0.000	1820.403	0.0	3789.2	0.000	1592.853	0
2/ 8	0.0	4272.1	0.000	1824.676	0.0	3738.1	0.000	1596.591	0
3/ 8	0.0	4214.8	0.000	1828.890	0.0	3687.9	0.000	1600.279	0
4/ 8	0.0	4158.1	0.000	1833.048	0.0	3638.4	0.000	1603.917	0
5/ 8	0.0	4102.1	0.000	1837.151	0.0	3589.4	0.000	1607.507	0
6/ 8	0.0	4046.9	0.000	1841.197	0.0	3541.0	0.000	1611.048	0
7/ 8	0.0	3992.5	0.000	1845.190	0.0	3493.4	0.000	1614.541	0
8/ 8	0.0	3938.8	0.000	1849.129	0.0	3446.4	0.000	1617.988	0
9/ 8	0.0	3885.9	0.000	1853.015	0.0	3400.1	0.000	1621.388	0
10/ 8	0.0	3833.5	0.000	1856.848	0.0	3354.3	0.000	1624.742	0
11/ 8	0.0	3782.0	0.000	1860.630	0.0	3309.3	0.000	1628.051	0
12/ 8	0.0	3731.0	0.000	1864.361	0.0	3264.6	0.000	1631.316	0
S. TOT.	0.0	48288.1			0.0	42252.1			0



08-04-1998 TEXAS COMPUTER WORKS, INC.

Gardner 7C
 Exhibit "B"
 Decline Curve

LEASE NAME: GARDNER 7C
 WELL NAME: N/A
 FIELD: BASIN FRUITLAND COAL
 CNTY/ST: SAN JUAN, NM
 OPERATOR: KOCH EXPLORATION
 FORMATION: COAL
 PROD. START: 0 / 1990
 PROJ. START: 12 / 1992

DATE: 05-04-1998
 TIME: 16:34:42
 FILE: G7C1POST

PRODUCTION FORECAST REPORT (HISTORY ENDS 2/1998)

MTH/YR	***** 8/8TH PRODUCTION *****				***** NET PRODUCTION *****				RATIO
	OIL BBL-----	GAS MCF-----	CUM OIL MB-----	CUM GAS MMF-----	OIL BBL-----	GAS MCF-----	CUM OIL MB-----	CUM GAS MMF-----	
PRIOR			0.000	1.807			0.000	1.581	0
12/92	0.0	2922.0	0.000	4.729	0.0	2556.8	0.000	4.138	0
S. TOT.	0.0	2922.0			0.0	2556.8			0
1/93	0.0	2768.0	0.000	7.497	0.0	2422.0	0.000	6.560	0
2/93	0.0	2959.0	0.000	10.456	0.0	2589.1	0.000	9.149	0
3/93	0.0	1884.0	0.000	12.340	0.0	1648.5	0.000	10.798	0
4/93	0.0	3057.0	0.000	15.397	0.0	2674.9	0.000	13.472	0
5/93	0.0	3122.0	0.000	18.519	0.0	2731.8	0.000	16.204	0
6/93	0.0	2844.0	0.000	21.363	0.0	2488.5	0.000	18.693	0
7/93	0.0	2825.0	0.000	24.188	0.0	2471.9	0.000	21.165	0
8/93	0.0	2020.0	0.000	26.208	0.0	1767.5	0.000	22.932	0
9/93	0.0	10680.0	0.000	36.888	0.0	9345.0	0.000	32.277	0
10/93	0.0	6408.0	0.000	43.296	0.0	5607.0	0.000	37.884	0
11/93	0.0	0.0	0.000	43.296	0.0	0.0	0.000	37.884	0
12/93	0.0	0.0	0.000	43.296	0.0	0.0	0.000	37.884	0
S. TOT.	0.0	38567.0			0.0	33746.1			0
1/94	0.0	0.0	0.000	43.296	0.0	0.0	0.000	37.884	0
2/94	0.0	0.0	0.000	43.296	0.0	0.0	0.000	37.884	0
3/94	0.0	2914.0	0.000	46.210	0.0	2549.8	0.000	40.434	0
4/94	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
5/94	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
6/94	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
7/94	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
8/94	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
9/94	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
10/94	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
11/94	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
12/94	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
S. TOT.	0.0	2914.0			0.0	2549.8			0

LEASE NAME: GARDNER 7C
WELL NAME: N/A
FIELD: BASIN FRUITLAND COAL
CNTY/ST: SAN JUAN, NM
OPERATOR: KOCH EXPLORATION
FORMATION: COAL

DATE: 05-04-1998
TIME: 16:34:42
FILE: G7C1POST

PROD. START: 0 / 1990

PRODUCTION FORECAST REPORT

(HISTORY ENDS 2/1998)

PROJ. START: 12 / 1992

MTH/YR	***** 8/8TH PRODUCTION *****				***** NET PRODUCTION *****				RATIO
	OIL BBL-----	GAS MCF-----	CUM OIL MB-----	CUM GAS MMF-----	OIL BBL-----	GAS MCF-----	CUM OIL MB-----	CUM GAS MMF-----	
1/95	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
2/95	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
3/95	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
4/95	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
5/95	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
6/95	0.0	0.0	0.000	46.210	0.0	0.0	0.000	40.434	0
7/95	0.0	2362.0	0.000	48.572	0.0	2066.8	0.000	42.500	0
8/95	0.0	7906.0	0.000	56.478	0.0	6917.8	0.000	49.418	0
9/95	0.0	11602.0	0.000	68.080	0.0	10151.8	0.000	59.570	0
10/95	0.0	13105.0	0.000	81.185	0.0	11466.9	0.000	71.037	0
11/95	0.0	14151.0	0.000	95.336	0.0	12382.1	0.000	83.419	0
12/95	0.0	15115.0	0.000	110.451	0.0	13225.6	0.000	96.645	0
S. TOT.	0.0	64241.0			0.0	56210.9			0
1/96	0.0	14528.0	0.000	124.979	0.0	12712.0	0.000	109.357	0
2/96	0.0	13176.0	0.000	138.155	0.0	11529.0	0.000	120.886	0
3/96	0.0	13772.0	0.000	151.927	0.0	12050.5	0.000	132.936	0
4/96	0.0	12338.0	0.000	164.265	0.0	10795.8	0.000	143.732	0
5/96	0.0	12598.0	0.000	176.863	0.0	11023.3	0.000	154.755	0
6/96	0.0	13899.0	0.000	190.762	0.0	12161.6	0.000	166.917	0
7/96	0.0	13849.0	0.000	204.611	0.0	12117.9	0.000	179.035	0
8/96	0.0	13853.0	0.000	218.464	0.0	12121.4	0.000	191.156	0
9/96	0.0	13190.0	0.000	231.654	0.0	11541.3	0.000	202.697	0
10/96	0.0	13238.0	0.000	244.892	0.0	11583.3	0.000	214.280	0
11/96	0.0	15502.0	0.000	260.394	0.0	13564.3	0.000	227.845	0
12/96	0.0	16982.0	0.000	277.376	0.0	14859.3	0.000	242.704	0
S. TOT.	0.0	166925.0			0.0	146059.4			0
1/97	0.0	18245.0	0.000	295.621	0.0	15964.4	0.000	258.668	0
2/97	0.0	17610.0	0.000	313.231	0.0	15408.8	0.000	274.077	0
3/97	0.0	20886.0	0.000	334.117	0.0	18275.3	0.000	292.352	0
4/97	0.0	20852.0	0.000	354.969	0.0	18245.5	0.000	310.598	0
5/97	0.0	6582.0	0.000	361.551	0.0	5759.3	0.000	316.357	0
6/97	0.0	31663.0	0.000	393.214	0.0	27705.1	0.000	344.062	0
7/97	0.0	35510.0	0.000	428.724	0.0	31071.3	0.000	375.134	0
8/97	0.0	35194.0	0.000	463.918	0.0	30794.8	0.000	405.928	0
9/97	0.0	32025.0	0.000	495.943	0.0	28021.9	0.000	433.950	0
10/97	0.0	33057.0	0.000	529.000	0.0	28924.9	0.000	462.875	0
11/97	0.0	32757.0	0.000	561.757	0.0	28662.4	0.000	491.537	0
12/97	0.0	35601.0	0.000	597.358	0.0	31150.9	0.000	522.688	0
S. TOT.	0.0	319982.0			0.0	279984.3			0

LEASE NAME: GARDNER 7C
WELL NAME: N/A
FIELD: BASIN FRUITLAND COAL
CNTY/ST: SAN JUAN, NM
OPERATOR: KOCH EXPLORATION
FORMATION: COAL
PROD. START: 0 / 1990
PROJ. START: 12 / 1992

DATE: 05-04-1998
TIME: 16:34:42
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PRODUCTION FORECAST REPORT (HISTORY ENDS 2/1998)

MTH/YR	***** 8/8TH PRODUCTION *****				***** NET PRODUCTION *****				RATIO
	OIL	GAS	CUM OIL	CUM GAS	OIL	GAS	CUM OIL	CUM GAS	
-----	BBL-----	MCF-----	MB-----	MMF-----	BBL-----	MCF-----	MB-----	MMF-----	-----
1/98	0.0	35623.0	0.000	632.981	0.0	31170.1	0.000	553.858	0
2/98	0.0	31741.0	0.000	664.722	0.0	27773.4	0.000	581.632	0
3/98	0.0	35000.0	0.000	699.722	0.0	30625.0	0.000	612.257	0
4/98	0.0	35000.0	0.000	734.722	0.0	30625.0	0.000	642.882	0
5/98	0.0	35000.0	0.000	769.722	0.0	30625.0	0.000	673.507	0
6/98	0.0	35000.0	0.000	804.722	0.0	30625.0	0.000	704.132	0
7/98	0.0	35000.0	0.000	839.722	0.0	30625.0	0.000	734.757	0
8/98	0.0	34786.0	0.000	874.508	0.0	30437.8	0.000	765.194	0
9/98	0.0	34361.5	0.000	908.870	0.0	30066.3	0.000	795.261	0
10/98	0.0	33942.2	0.000	942.812	0.0	29699.4	0.000	824.960	0
11/98	0.0	33528.0	0.000	976.340	0.0	29337.0	0.000	854.297	0
12/98	0.0	33118.8	0.000	1009.458	0.0	28979.0	0.000	883.276	0
S. TOT.	0.0	412100.5			0.0	360587.9			0
1/99	0.0	32714.7	0.000	1042.173	0.0	28625.3	0.000	911.901	0
2/99	0.0	32315.4	0.000	1074.489	0.0	28276.0	0.000	940.177	0
3/99	0.0	31921.1	0.000	1106.410	0.0	27930.9	0.000	968.108	0
4/99	0.0	31531.5	0.000	1137.941	0.0	27590.1	0.000	995.698	0
5/99	0.0	31146.8	0.000	1169.088	0.0	27253.4	0.000	1022.952	0
6/99	0.0	30766.7	0.000	1199.854	0.0	26920.8	0.000	1049.873	0
7/99	0.0	30391.2	0.000	1230.246	0.0	26592.3	0.000	1076.465	0
8/99	0.0	30020.3	0.000	1260.266	0.0	26267.8	0.000	1102.733	0
9/99	0.0	29654.0	0.000	1289.920	0.0	25947.2	0.000	1128.680	0
10/99	0.0	29292.1	0.000	1319.212	0.0	25630.6	0.000	1154.311	0
11/99	0.0	28934.6	0.000	1348.147	0.0	25317.8	0.000	1179.628	0
12/99	0.0	28581.5	0.000	1376.728	0.0	25008.8	0.000	1204.637	0
S. TOT.	0.0	367269.8			0.0	321361.1			0
1/ 0	0.0	28232.8	0.000	1404.961	0.0	24703.7	0.000	1229.341	0
2/ 0	0.0	27888.3	0.000	1432.849	0.0	24402.2	0.000	1253.743	0
3/ 0	0.0	27547.9	0.000	1460.397	0.0	24104.4	0.000	1277.847	0
4/ 0	0.0	27211.7	0.000	1487.609	0.0	23810.2	0.000	1301.657	0
5/ 0	0.0	26879.7	0.000	1514.488	0.0	23519.7	0.000	1325.177	0
6/ 0	0.0	26551.6	0.000	1541.040	0.0	23232.6	0.000	1348.410	0
7/ 0	0.0	26227.6	0.000	1567.268	0.0	22949.2	0.000	1371.359	0
8/ 0	0.0	25907.6	0.000	1593.175	0.0	22669.1	0.000	1394.028	0
9/ 0	0.0	25591.4	0.000	1618.767	0.0	22392.5	0.000	1416.421	0
10/ 0	0.0	25279.1	0.000	1644.046	0.0	22119.2	0.000	1438.540	0
11/ 0	0.0	24970.6	0.000	1669.016	0.0	21849.3	0.000	1460.389	0
12/ 0	0.0	24665.8	0.000	1693.682	0.0	21582.6	0.000	1481.972	0
S. TOT.	0.0	316953.9			0.0	277334.6			0

LEASE NAME: GARDNER 7C
WELL NAME: N/A
FIELD: BASIN FRUITLAND COAL
CNTY/ST: SAN JUAN, NM
OPERATOR: KOCH EXPLORATION
FORMATION: COAL
PROD. START: 0 / 1990
PROJ. START: 12 / 1992

DATE: 05-04-1998
TIME: 16:34:43
FILE: G7C1POST

PRODUCTION FORECAST REPORT

(HISTORY ENDS 2/1998)

***** 8/8TH PRODUCTION *****					***** NET PRODUCTION *****				
MTH/YR	OIL	GAS	CUM OIL	CUM GAS	OIL	GAS	CUM OIL	CUM GAS	RATIO
-----	BBL-----	MCF-----	MB-----	MMF-----	BBL-----	MCF-----	MB-----	MMF-----	-----
1/ 1	0.0	24364.9	0.000	1718.047	0.0	21319.3	0.000	1503.291	0
2/ 1	0.0	24067.6	0.000	1742.114	0.0	21059.1	0.000	1524.350	0
3/ 1	0.0	23773.8	0.000	1765.888	0.0	20802.1	0.000	1545.152	0
4/ 1	0.0	23483.7	0.000	1789.372	0.0	20548.2	0.000	1565.700	0
5/ 1	0.0	23197.1	0.000	1812.569	0.0	20297.5	0.000	1585.998	0
6/ 1	0.0	22914.1	0.000	1835.483	0.0	20049.8	0.000	1606.048	0
7/ 1	0.0	22634.4	0.000	1858.117	0.0	19805.1	0.000	1625.853	0
8/ 1	0.0	22358.2	0.000	1880.476	0.0	19563.4	0.000	1645.416	0
9/ 1	0.0	22085.3	0.000	1902.561	0.0	19324.6	0.000	1664.741	0
10/ 1	0.0	21815.9	0.000	1924.377	0.0	19088.9	0.000	1683.830	0
11/ 1	0.0	21549.6	0.000	1945.927	0.0	18855.9	0.000	1702.686	0
12/ 1	0.0	21286.6	0.000	1967.213	0.0	18625.8	0.000	1721.312	0
S. TOT.	0.0	273531.2			0.0	239339.8			0
1/ 2	0.0	21026.9	0.000	1988.240	0.0	18398.5	0.000	1739.710	0
2/ 2	0.0	20770.4	0.000	2009.010	0.0	18174.1	0.000	1757.884	0
3/ 2	0.0	20516.8	0.000	2029.527	0.0	17952.2	0.000	1775.836	0
4/ 2	0.0	20266.5	0.000	2049.794	0.0	17733.2	0.000	1793.570	0
5/ 2	0.0	20019.1	0.000	2069.813	0.0	17516.7	0.000	1811.086	0
6/ 2	0.0	19774.8	0.000	2089.587	0.0	17302.9	0.000	1828.389	0
7/ 2	0.0	19533.5	0.000	2109.121	0.0	17091.8	0.000	1845.481	0
8/ 2	0.0	19295.1	0.000	2128.416	0.0	16883.2	0.000	1862.364	0
9/ 2	0.0	19059.8	0.000	2147.476	0.0	16677.3	0.000	1879.042	0
10/ 2	0.0	18827.0	0.000	2166.303	0.0	16473.6	0.000	1895.515	0
11/ 2	0.0	18597.4	0.000	2184.900	0.0	16272.7	0.000	1911.788	0
12/ 2	0.0	18370.4	0.000	2203.271	0.0	16074.1	0.000	1927.862	0
S. TOT.	0.0	236057.5			0.0	206550.3			0
1/ 3	0.0	18146.1	0.000	2221.417	0.0	15877.9	0.000	1943.740	0
2/ 3	0.0	17924.8	0.000	2239.342	0.0	15684.2	0.000	1959.424	0
3/ 3	0.0	17706.0	0.000	2257.048	0.0	15492.8	0.000	1974.917	0
4/ 3	0.0	17490.0	0.000	2274.538	0.0	15303.8	0.000	1990.220	0
5/ 3	0.0	17276.5	0.000	2291.814	0.0	15116.9	0.000	2005.337	0
6/ 3	0.0	17065.6	0.000	2308.880	0.0	14932.4	0.000	2020.270	0
7/ 3	0.0	16857.5	0.000	2325.737	0.0	14750.3	0.000	2035.020	0
8/ 3	0.0	16651.6	0.000	2342.389	0.0	14570.2	0.000	2049.590	0
9/ 3	0.0	16448.5	0.000	2358.837	0.0	14392.4	0.000	2063.983	0
10/ 3	0.0	16247.8	0.000	2375.085	0.0	14216.8	0.000	2078.199	0
11/ 3	0.0	16049.5	0.000	2391.135	0.0	14043.3	0.000	2092.243	0
12/ 3	0.0	15853.6	0.000	2406.988	0.0	13871.9	0.000	2106.115	0
S. TOT.	0.0	203717.5			0.0	178252.8			0

LEASE NAME: GARDNER 7C
WELL NAME: N/A
FIELD: BASIN FRUITLAND COAL
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PRODUCTION FORECAST REPORT

(HISTORY ENDS 2/1998)

MTH/YR	***** 8/8TH PRODUCTION *****				***** NET PRODUCTION *****				RATIO
	OIL	GAS	CUM OIL	CUM GAS	OIL	GAS	CUM OIL	CUM GAS	
-----	BBL-----	MCF-----	MB-----	MMF-----	BBL-----	MCF-----	MB-----	MMF-----	-----
1/ 4	0.0	15660.3	0.000	2422.648	0.0	13702.7	0.000	2119.817	0
2/ 4	0.0	15469.0	0.000	2438.117	0.0	13535.4	0.000	2133.353	0
3/ 4	0.0	15280.3	0.000	2453.398	0.0	13370.2	0.000	2146.723	0
4/ 4	0.0	15093.9	0.000	2468.492	0.0	13207.1	0.000	2159.930	0
5/ 4	0.0	14909.6	0.000	2483.401	0.0	13045.9	0.000	2172.976	0
6/ 4	0.0	14727.6	0.000	2498.129	0.0	12886.7	0.000	2185.862	0
7/ 4	0.0	14548.0	0.000	2512.677	0.0	12729.5	0.000	2198.592	0
8/ 4	0.0	14370.4	0.000	2527.047	0.0	12574.1	0.000	2211.166	0
9/ 4	0.0	14195.1	0.000	2541.242	0.0	12420.7	0.000	2223.586	0
10/ 4	0.0	14021.8	0.000	2555.264	0.0	12269.0	0.000	2235.855	0
11/ 4	0.0	13850.8	0.000	2569.115	0.0	12119.4	0.000	2247.975	0
12/ 4	0.0	13681.6	0.000	2582.797	0.0	11971.4	0.000	2259.946	0
S. TOT.	0.0	175808.3			0.0	153832.2			0
1/ 5	0.0	13514.8	0.000	2596.311	0.0	11825.4	0.000	2271.772	0
2/ 5	0.0	13349.8	0.000	2609.661	0.0	11681.0	0.000	2283.453	0
3/ 5	0.0	13187.0	0.000	2622.848	0.0	11538.6	0.000	2294.991	0
4/ 5	0.0	13025.9	0.000	2635.874	0.0	11397.6	0.000	2306.389	0
5/ 5	0.0	12867.0	0.000	2648.741	0.0	11258.6	0.000	2317.648	0
6/ 5	0.0	12710.0	0.000	2661.451	0.0	11121.3	0.000	2328.769	0
7/ 5	0.0	12554.9	0.000	2674.006	0.0	10985.5	0.000	2339.755	0
8/ 5	0.0	12401.8	0.000	2686.408	0.0	10851.5	0.000	2350.606	0
9/ 5	0.0	12250.3	0.000	2698.658	0.0	10719.0	0.000	2361.325	0
10/ 5	0.0	12100.9	0.000	2710.759	0.0	10588.3	0.000	2371.914	0
11/ 5	0.0	11953.1	0.000	2722.712	0.0	10459.0	0.000	2382.373	0
12/ 5	0.0	11807.3	0.000	2734.519	0.0	10331.3	0.000	2392.704	0
S. TOT.	0.0	151722.5			0.0	132757.2			0
1/ 6	0.0	11663.3	0.000	2746.182	0.0	10205.3	0.000	2402.909	0
2/ 6	0.0	11520.9	0.000	2757.703	0.0	10080.8	0.000	2412.990	0
3/ 6	0.0	11380.3	0.000	2769.084	0.0	9957.7	0.000	2422.948	0
4/ 6	0.0	11241.5	0.000	2780.325	0.0	9836.3	0.000	2432.784	0
5/ 6	0.0	11104.1	0.000	2791.429	0.0	9716.1	0.000	2442.500	0
6/ 6	0.0	10968.8	0.000	2802.398	0.0	9597.7	0.000	2452.098	0
7/ 6	0.0	10834.9	0.000	2813.233	0.0	9480.5	0.000	2461.578	0
8/ 6	0.0	10702.6	0.000	2823.936	0.0	9364.8	0.000	2470.943	0
9/ 6	0.0	10572.0	0.000	2834.508	0.0	9250.5	0.000	2480.194	0
10/ 6	0.0	10443.1	0.000	2844.951	0.0	9137.7	0.000	2489.331	0
11/ 6	0.0	10315.5	0.000	2855.266	0.0	9026.1	0.000	2498.357	0
12/ 6	0.0	10189.8	0.000	2865.456	0.0	8916.0	0.000	2507.273	0
S. TOT.	0.0	130936.7			0.0	114569.6			0

LEASE NAME: GARDNER 7C
WELL NAME: N/A
FIELD: BASIN FRUITLAND COAL
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PRODUCTION FORECAST REPORT (HISTORY ENDS 2/1998)

***** 8/8TH PRODUCTION *****					***** NET PRODUCTION *****				
MTH/YR	OIL	GAS	CUM OIL	CUM GAS	OIL	GAS	CUM OIL	CUM GAS	RATIO
-----	BBL-----	MCF-----	MB-----	MMF-----	BBL-----	MCF-----	MB-----	MMF-----	-----
1/ 7	0.0	10065.4	0.000	2875.521	0.0	8807.2	0.000	2516.081	0
2/ 7	0.0	9942.5	0.000	2885.464	0.0	8699.7	0.000	2524.780	0
3/ 7	0.0	9821.1	0.000	2895.285	0.0	8593.5	0.000	2533.374	0
4/ 7	0.0	9701.4	0.000	2904.986	0.0	8488.7	0.000	2541.863	0
5/ 7	0.0	9582.9	0.000	2914.569	0.0	8385.0	0.000	2550.248	0
6/ 7	0.0	9466.0	0.000	2924.035	0.0	8282.8	0.000	2558.530	0
7/ 7	0.0	9350.5	0.000	2933.386	0.0	8181.7	0.000	2566.712	0
8/ 7	0.0	9236.5	0.000	2942.622	0.0	8081.9	0.000	2574.794	0
9/ 7	0.0	9123.5	0.000	2951.746	0.0	7983.1	0.000	2582.777	0
10/ 7	0.0	9012.5	0.000	2960.758	0.0	7885.9	0.000	2590.663	0
11/ 7	0.0	8902.3	0.000	2969.661	0.0	7789.5	0.000	2598.453	0
12/ 7	0.0	8793.8	0.000	2978.454	0.0	7694.5	0.000	2606.147	0
S. TOT.	0.0	112998.3			0.0	98873.5			0
1/ 8	0.0	8686.3	0.000	2987.141	0.0	7600.5	0.000	2613.748	0
2/ 8	0.0	8580.5	0.000	2995.721	0.0	7507.9	0.000	2621.256	0
3/ 8	0.0	8475.8	0.000	3004.197	0.0	7416.3	0.000	2628.672	0
4/ 8	0.0	8372.3	0.000	3012.569	0.0	7325.7	0.000	2635.998	0
5/ 8	0.0	8270.0	0.000	3020.839	0.0	7236.3	0.000	2643.234	0
6/ 8	0.0	8169.3	0.000	3029.009	0.0	7148.1	0.000	2650.382	0
7/ 8	0.0	8069.5	0.000	3037.078	0.0	7060.8	0.000	2657.443	0
8/ 8	0.0	7970.8	0.000	3045.049	0.0	6974.4	0.000	2664.417	0
9/ 8	0.0	7873.8	0.000	3052.923	0.0	6889.5	0.000	2671.307	0
10/ 8	0.0	7777.8	0.000	3060.700	0.0	6805.5	0.000	2678.113	0
11/ 8	0.0	7682.8	0.000	3068.383	0.0	6722.4	0.000	2684.835	0
12/ 8	0.0	7589.0	0.000	3075.972	0.0	6640.4	0.000	2691.475	0
S. TOT.	0.0	97517.5			0.0	85327.8			0