

Shahara Oil, LLC

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February 28, 2001

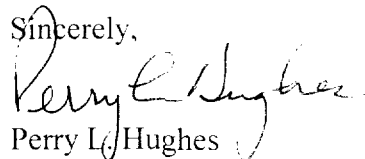
Mr. David Catanach
Oil Conservation Division
1220 S. St. Francis Dr.
Santa Fe, NM 87504

Re: Order Nos. R-11027 and R-11027A
 Beeson "F" Federal Lease
 Eddy County, New Mexico

Dear Mr. Catanach,

Order No. R-11027A ordered that injection into Beeson "F" Federal Wells Nos. 2, 3, 12, 13 and 26 located in SW/4 Section 13-T17S-R30E be limited to 350 BWPD per well for an initial reservoir fill up period of six months. With injection commencing August 17, 2000, this six-month period ended February 17, 2001. Attachment No. 1 provides the injection information by well for the six-month period. Average injection per well for the period ranged between 260 BWPD and 278 BWPD per well with the average injection for each well for the entire period being 269 BWPD. This information is submitted by Shahara Oil, LLC as operator for AROC (Texas) Inc. to provide a continuing record of the Beeson "F" Federal Waterflood Project.

Sincerely,


Perry L. Hughes

Attachment

PLH/tm

Attachment No. 1

Beeson "F" Federal

OCD Order Nos. R-11027 & R-11027A

New Injection wells total water injected from 8/17/00 to 2/17/01
SW quarter Section 31 T17S R30E

2000/2001	BF #2	BF #3	BF #12	BF #13	BF #26	Total
Month	BWPM	BWPM	BWPM	BWPM	BWPM	BW
August	3285	4648	5241	5626	6417	
September	9826	10236	8955	11411	9228	
October	8180	8903	8709	7701	8839	
November	7339	6720	8612	6862	7279	
December	7614	8242	7942	6765	7251	
January	7855	8241	7782	6817	7259	
February	3923	4433	3691	3390	3905	
Total	48022	51423	50932	48572	50178	249127
Avg BWPD	260	278	275	263	271	1347
Avg BWPD/ per Well						269