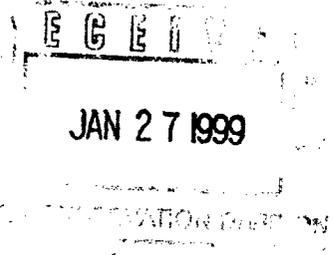


CTB 2/16/99

# FALCON CREEK RESOURCES, INC.

621 17<sup>th</sup> Street, Suite 1800, Denver, Colorado 80293-0621 (303) 675-0007 (303) 675-0008 Facsimile



January 22, 1999

Ben Stone  
State of New Mexico  
Oil Conservation Division  
2040 S. Pacheco  
Santa Fe, NM 87505-6429

Case 12141

RE: Application for Authorization to Commingle at the Surface  
Administrative Order of Pool Lease Commingle  
Conoco State Lease and BF State Lease  
Battery Location at "G" Section 16, T20S, R33E  
Lea County, New Mexico

Dear Mr. Stone:

Please find the enclosed Application for Surface Commingling for the above captioned leases. As you can see from the attached letter it was sent to the wrong office. I have also forwarded a copy of this application to the Commissioner of Public Lands, and the certified receipt is attached. I apologize for any inconvenience this may have caused.

If you have any questions or need additional information, please call me at the letterhead number. Thank you for your prompt attention.

Sincerely,

Jaylene Roope  
Sr. Operations Technician

CALLER 2-17-99 LYNN BECKER  
303-675-0007  
IS OWNERSHIP COMMON? NO  
TESTING OR METERING? TESTING  
EITHER NEED TO METER  
OR COME TO HEARING.  
WILL CALL BACK WITH  
ANSWER. NA

# FALCON CREEK RESOURCES, INC.

621 17<sup>th</sup> Street, Suite 1800, Denver, Colorado 80293-0621

(303) 675-0007 (303) 675-0008 Facsimile

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August 13, 1998

State of New Mexico  
Oil Conservation Division  
P.O. Box 1980  
Hobbs, NM 88241-1980

RE: Application for Authorization to Commingle at the Surface  
Administrative Order for Pool Lease Commingle  
Conoco State Lease and BF State Lease  
Battery location at "G" Section 16, T20S, R33E  
Lea County, New Mexico

To Whom It May Concern:

Please accept this letter as an application to commingle at the surface the captioned leases. Both leases are pooled from West Teas Yates - Seven Rivers. The two wells currently producing are the Conoco State #2 located at "D" Section 16, T20S, R33E and BF State #3 located at "L" Section 16, T20S, R33E. As required, all royalty owners have been notified by certified mail. Enclosed are copies of well tests, which show the allocated amounts for each well recorded by a portable testing unit. Also attached you will also find Form C-102 for each well, and a diagram of the battery along with an inventory.

Please advise if you have any questions, or need additional information. We appreciate your prompt attention with this matter.

Sincerely,



Oscar L. Peters  
District Operations Engineer

FALCON CREEK RESOURCES, INC  
PRODUCTION ACCOUNTING SYSTEM  
WELL ALLOCATION REPORT  
JUL 1998

FACILITY : STATE BF STATE BF  
TANK/METER : TANK BATTERY  
PRODUCT :

---

WELL ID.	NAME	DATE	OIL (BBL/D)	WATER (BBL/D)
NM00202	CONOCO STATE #2	07-31-1998	5.50	46.00
AVERAGE			5.50	46.00

---

---

WELL ID.	NAME	DATE	OIL (BBL/D)	WATER (BBL/D)
NM00212	BF STATE #3	07-31-1998	1.60	36.00
AVERAGE			1.60	36.00

---

---

WELL ID.	NAME	DAYS ON	OIL (BBL/M)	WATER (BBL/M)	OIL (%)
NM00201	CONOCO STATE #1		0.00	0.00	0.000
NM00202	CONOCO STATE #2	31	170.50	1426.00	77.465
NM00211	BF STATE #2		0.00	0.00	0.000
NM00212	BF STATE #3	31	49.60	1116.00	22.535
TOTAL			220.10	2542.00	100.000

---

FALCON CREEK RESOURCES, INC  
 PRODUCTION ACCOUNTING SYSTEM  
 WELL ALLOCATION REPORT  
 JUN 1998

FACILITY : STATE BF STATE BF  
 TANK/METER : TANK BATTERY  
 PRODUCT :

WELL ID.	NAME	DATE	OIL (BBL/D)	WATER (BBL/D)
NM00202	CONOCO STATE #2	06-30-1998	7.05	32.28
AVERAGE			7.05	32.28

WELL ID.	NAME	DATE	OIL (BBL/D)	WATER (BBL/D)
NM00212	BF STATE #3	06-30-1998	2.87	32.28
AVERAGE			2.87	32.28

WELL ID.	NAME	DAYS ON	OIL (BBL/M)	WATER (BBL/M)	OIL (%)
NM00201	CONOCO STATE #1	30	0.00	0.00	0.000
NM00202	CONOCO STATE #2	30	211.50	968.40	71.069
NM00211	BF STATE #2	1	0.00	0.00	0.000
NM00212	BF STATE #3	30	86.10	968.40	28.931
TOTAL			297.60	1936.80	100.000

DISTRICT I  
P.O. Box 1960, Hobbs, NM 88240

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

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

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-102  
Revised February 10, 1994  
Instruction on back  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

OIL CONSERVATION DIVISION

P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number <b>3D-025-33697</b>		Pool Code 59110	Pool Name West Teas Y-SR
Property Code 18376	Property Name Conoco State		Well Number 2
OGRID No. 021602	Operator Name Stevens & Tull, Inc.		Elevation 3533'

Surface Location

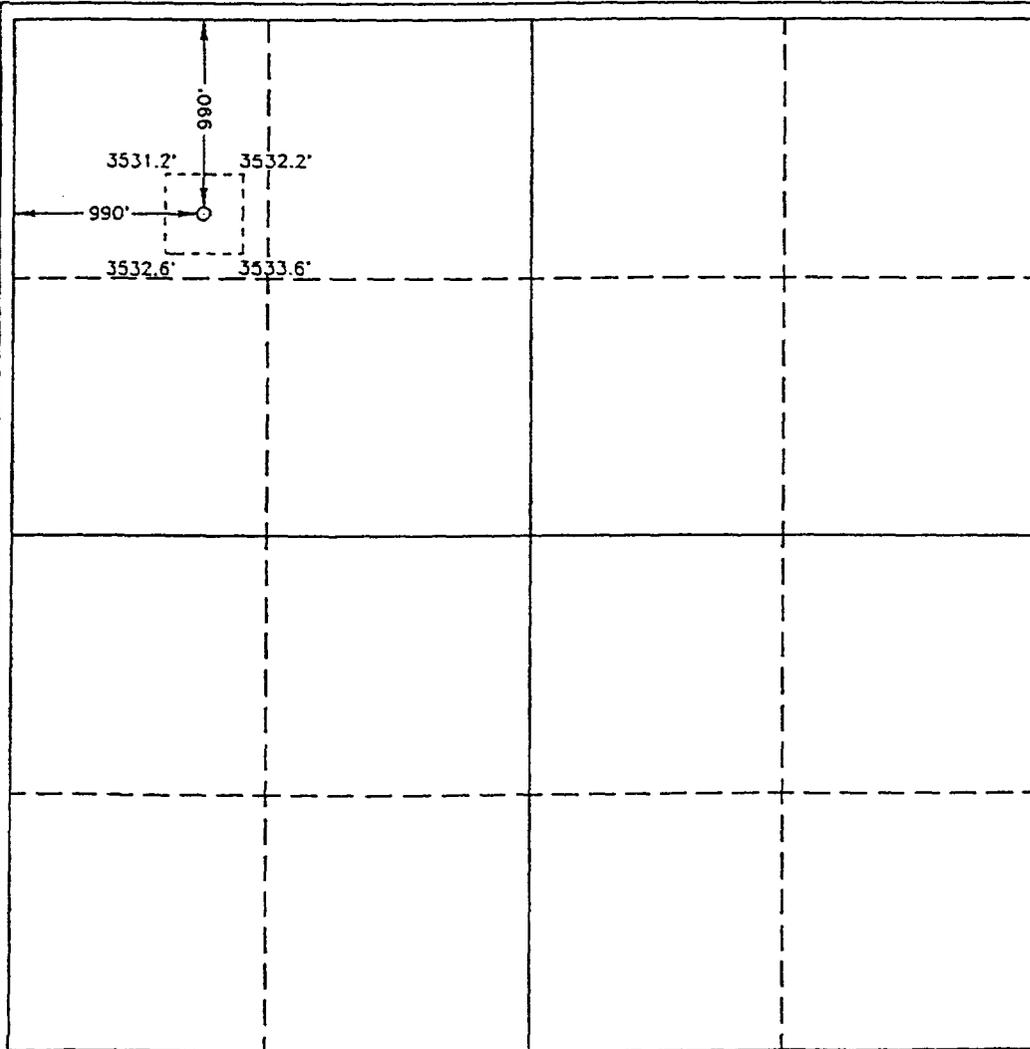
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	16	20 S	33 E		990	North	990	West	Lea

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	16	20S	33E		990	North	990	West	Lea

Dedicated Acres 40	Joint or Infill I	Consolidation Code	Order No.
-----------------------	----------------------	--------------------	-----------

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



<p><b>OPERATOR CERTIFICATION</b></p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>Michael G. Mooney</i> Signature</p> <p>Michael G. Mooney Printed Name</p> <p>Consulting Engineer Title</p> <p>11/19/96 Date</p>
<p><b>SURVEYOR CERTIFICATION</b></p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision and that the same is true and correct to the best of my belief.</p> <p>November 13, 1996 Date Surveyed</p> <p><i>[Signature]</i> Signature &amp; Seal of Professional Surveyor</p> <p>W.O. No. 6493g</p> <p>Certificate No. Gary L. Jones 7977</p> <p>RASIN SURVEYS</p>

District I  
 PO Box 1988, Hobbs, NM 88240-1988  
 District II  
 PO Drawer DD, Artesia, NM 88211-0719  
 District III  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV  
 PO Box 2088, Santa Fe, NM 87504-2088

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number 30-025-32779		2 Pool Code 59110		3 Pool Name West Teas Y-SR	
4 Property Code 15594		5 Property Name STATE BF			6 Well Number 3
7 OGRID No. 021602		8 Operator Name STEVENS & TULL, INC.			9 Elevation 3533.

10 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	16	20S	33E		2310	SOUTH	990	WEST	LEA

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	16	20S	33E		2310	South	990	West	Lea

12 Dedicated Acres 40	13 Joint or Infill N	14 Consolidation Code	15 Order No.
--------------------------	-------------------------	-----------------------	--------------

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16 	17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.			
	Signature 			
	Printed Name Michael G. Mooney Engineer Date 9/22/94			
18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.				
SEPTEMBER 14, 1994 Date of Survey Signature and Seal of Professional Surveyor: 				

# BF-CONOCO TANK BATTERY

FLOWLINE CONOCO  
1&2

FLOWLINE BF-4

FLOWLINE BF-3

FLOWLINE BF-1

500 BBL  
OIL TANK

500 BBL  
OIL TANK

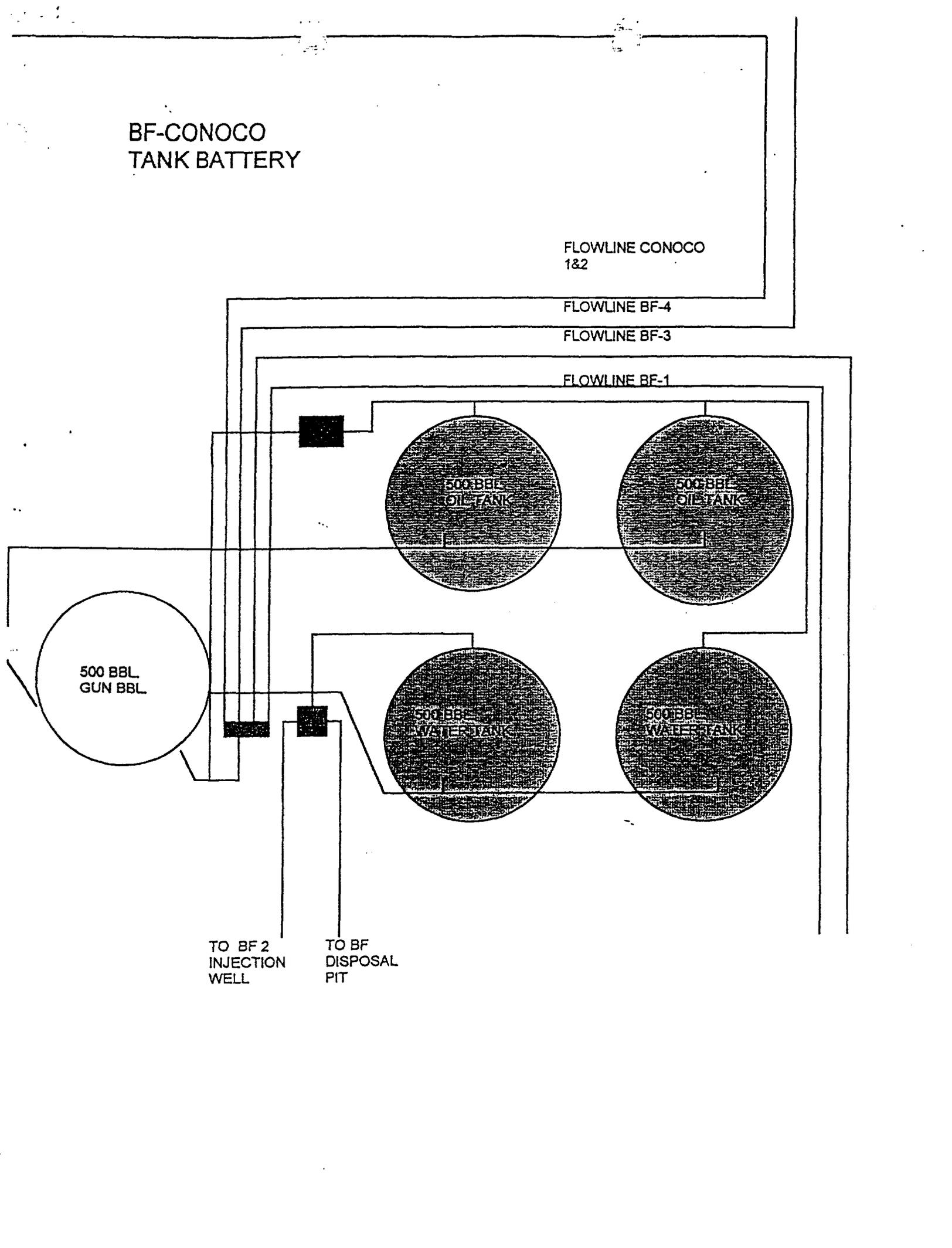
500 BBL  
GUN BBL

500 BBL  
WATER TANK

500 BBL  
WATER TANK

TO BF 2  
INJECTION  
WELL

TO BF  
DISPOSAL  
PIT



# STEVENS AND TULL INVENTORY

P.O. BOX 11005

MIDLAND, TEXAS

(915) 699-1410

KINGROY

LEASE

BF

WELL

BATTERY

DATE 03-11-97

## OIL TANKS

1ST TANK

MODEL

SER.NO.

2ND TANK

MODEL

SER.NO.

PERMIAN TANK

16319

PERMIAN TANK

16346

SIZE

500 BBL

DATE

AUG-82

SIZE

500 BBL

DATE

AUG-82

## WATER TANKS

1ST TANK

MODEL

SER.NO.

2ND TANK

MODEL

SER.NO.

BS&W WELDED TANK

1-5430

SIVALLS TANK INC.

COULD NOY READ TAG

SIZE

500 BBL

DATE

1950

SIZE

500 BBL.

DATE

1949

## GUN BBL.

MODEL

SER.NO.

PALMER TANK

AP16315

SIZE

500 BBL 12X24

DATE

1996

## TRANSFER PUMP

MODEL

SER. NO.

RPM

TYPE

SST

19413204

3510

RGZ

SIZE

1X2X10

HP

20

FRAME

256 T

SN.

51-306-389

P 191 616 894

US Postal Service

**Receipt for Certified Mail**

No Insurance Coverage Provided.

Do not use for International Mail (See reverse)

Sent to  
**Commissioner Ray Powell**

Street, P.O. Box 1148

Santa Fe, NM 87504-1148

Post Office, State, & ZIP Code

Postage	\$
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Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$

Postmark or Date

PS Form 3800, April 1995