



OXY USA WTP LP

1943 N. Grimes B - 269

Hobbs, NM 88240

505-393-2174 Office

505-397-2671 Fax

01 JUL 16 PM 1:41

DE
CASE FILE - 12265
L-11328

July 1, 2001

NMOCD
David Catanach
2040 South Pacheco
Santa Fe, NM 87505

Dear Mr. Catanach:

Please find attached our monthly reporting of data concerning our Government AB # 9
SWD Conversion.

We began injecting water on 1/30/01. If you have need of further information please
contact me at 505-393-2176.

Sincerely,

John Erickson, Production Coordinator
Frontier Asset Group

Attachment

AOR Monitoring Report

Old Millman Ranch-Bone Springs Associated Pool

Eddy County, New Mexico

Re: Division Order No. R-11328

Monthly Well Tests:

Well Name & Number	Test Date	Oil, BPD	Water, BPD*	Gas, MCFPD
Government AB 7	6-11-01	6	9	62
Government AB 8	6-18-01	8	4	63
S#3 Government S 3	6-12-01	19	8	162
S#7 Government S 7	6-11-01	5	2	27

*Note: Government AB 9 injection well must be shut-in if this value exceeds 100 BWPD

Weekly Pressure Readings:

Well Name & Number	Date Readings Taken	Pressure between 5 1/2" and Intermediate Casing"	Original Baseline Pressures	Date of Original Baseline Pressures
Government S 2	6-6-01	0	13	1-24-01
	6-13-01	0		
	6-20-01	0		
	6-27-01	0		
Government AB 2	6-6-01	0	3	1-24-01
	6-13-01	0		
	6-20-01	0		
	6-27-01	0		

**Note: Government AB 9 injection well must be shut-in and the Artesia District Office notified immediately if this exceeds 50 psi above the baseline pressure.
Any pressure increase above baseline shall be reported immediately to the Artesia District Office.

Weekly Injection Well Status:

	Date Readings Taken	Tubing Pressure, psi	Injection Rate, BWPD
A3119 Government AB 9	6-6-01	-11 = VAC.	3671/45
	6-13-01	-11 = VAC.	3708/56
	6-20-01	-11 = VAC.	3684/56
	6-27-01	-12 = VAC.	3783/18

I hereby certify that the above information is true and correct to the best of my knowledge and belief.

Signature

Printed Name

Title

Date & Telephone Number

Hollice J. Clay

HOLICE J. CLAY

Pumper/ox/ Ron's welding

6/29/01 (505) 631-0265