

Joe L. Tarver
2807 74th ST. Suite #1, Lubbock, TX 79423
Ph 1 (806) 7952042 Fax 1 (806) 748 0676

Oct. 11, 2005

Michael Stogner
VIA FAX - (505) 476 3462

RE: LEASE Numbers: LC 028755 A
LC 057798

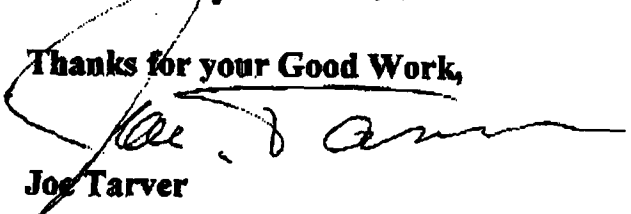
WELLS: Russell - 5 - 6 - 7

Dear Michael,

Enclosed including this page are 10 pages.

- Lease description plat
- Bond information showing the LC 028755 (A) 80 Acres Russell
- Bond information showing the lease LC 057798 - 200 Acres Magruder
- 3160-3 Russell C 5
- Survey Russell C 5
- 3160-3 Russell C 6
- Survey Russell C 6
- 3160-3 Russell C 7
- Survey Russell C 7

Thanks for your Good Work,


Joe Tarver

Note to File:

- Voice Mail Message left for
Stogner @ 10:22am
on Friday, Oct. 7, 2005

- Returned call @ 8:00-ish on
Tuesday 10-11-2005
talked w/ Joe Tarver
concerning this matter.

22
August 19, 2005

Paul O'Sullivan
RLI

VIA FAX 713-961 0285

RE: Request for Quotation

Please send a quotation for a BLM one Lease Plugging and Abandonment BOND.

The BLM lease is:

Federal Lease Number # LC 028755 (A)

SE1/4 of the SW1/4 and the SW1/4 of the SE1/4 (80 acres)
Section 35 - Township 17-S, Range -27-E
Eddy County, New Mexico

My lease is limited from the surface to 1000 feet below the surface. The zones known to be producing are found from 420 feet below the surface to 570 feet below the surface.

There are 3 Plugged and abandoned wells (abandoned) on the lease, in my strata.

My plan is to

JOE TARVER OR NONA TARVER
SPECIAL ACCOUNT
3405 - 69TH ST.
LUBBOCK, TEXAS 79413

DATE 8-22-05

NO 1005

MEMO RLI - Ins Co. \$550.00

TO THE ORDER OF Five Hundred Fifty Dollars

CITY BANK

RLB - 0008443

30583227

1005

It is in the face amount of \$10,000

even cost. can be appropriately Plugged for \$600 to \$800

Best Regards,

Joe Tarver 1 (806) 795 2042
2807 74th St Suite #1
Lubbock, TX 79423

Phone 713-961-1300
Premium Payment
See Below
Picture of Check

September 15, 2005

Paul O'Sullivan
RLI
VIA FAX 1(713) 961 0285

RE: Rider to your bond # **RLB0008443**

Dear Paul,

Tony Ferrero (phone 1 (505) 438 7400) of the Santa Fe, New Mexico office of the Bureau of Land Management said the most economical method to include one additional lease will be to put a rider on the existing bond to increase it to \$20,000.

He can allocate \$10,000 each to the two leases. Your exposure would be limited to \$10,000 to each lease.

The additional lease is --- **LC 057798**

The Legal description of the lease is.

SW1/4 SW1/4, NE1/4 SW1/4
N1/2 SE1/4, SE1/4 SE1/4
Section 35 - T17S R27E
Eddy, Co New Mexico
200 Acres

Best Regards,

Joe Tarver

1 (800) 697

JOE TARVER OR NONA TARVER
SPECIAL ACCOUNT
3405 - 60TH ST
LUBBOCK, TEXAS 79413

date 9-15-05

No 1008

\$ 513.70

dollars

City Bank

memo Bond - RLB0008443

1008

305832271

OTTBANKONLINE.COM

OPERATOR'S COPY

Form 3160-3
(August 1999)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

FORM APPROVED
OMB No. 1004-0136
Expires November 30, 20005. Lease Serial No.
LC 028755(A)

6. If Indian, Allottee or Tribe Name

7. If Unit or CA Agreement, Name and No.

8. Lease Name and Well No.
Russell "C" 5

9. API Well No.

1a. Type of Work: ☐ DRILL ☒ REENTER1b. Type of Well: ☒ Oil Well ☐ Gas Well ☐ Other ☒ Single Zone ☐ Multiple Zone2. Name of Operator
JOEL L. TARVER3a. Address
2807 - 74th St., Ste. 1, Lubbock, TX 794233b. Phone No. (include area code)
(806) 795-204210. Field and Pool, or Exploratory
Empire Yates - 7 Rivers4. Location of Well (Report location clearly and in accordance with any State requirements.)
At surface Lot #0, Sec. 35, T-17-S, R-27-E, 1002' FSL & 1633' FEL, Eddy Co., NM
At proposed prod. zone Same as Surface11. Sec., T., R., M., or Bk. and Survey or Area
Section 35, T-17-S, R-27-E14. Distance in miles and direction from nearest town or post office
9 miles East of Artesia, NM12. County or Parish
Eddy13. State
NM15. Distance from proposed*
location to nearest
property or lease line, ft.
(Also to nearest drg. unit line, if any)
313'16. No. of Acres in lease
8017. Spacing Unit dedicated to this well
10 acres18. Distance from proposed location*
to nearest well, drilling, completed,
applied for, on this lease, ft.
660'19. Proposed Depth
550'20. BLM/BIA Bond No. on file
Bond approves. Call Tony Ferrero, Santa Fe21. Elevations (Show whether DF, KDB, RT, GL, etc.)
3623 GL22. Approximate date work will start*
October 200523. Estimated duration
7 days

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form:

1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).

4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification.
6. Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature

Name (Printed/Typed)

Joe L. Tarver

Date

09/01/2005

Title

Owner/Operator

Approved by (Signature)

Name (Printed/Typed)

Joe G. Lara

Date

10/4/05

Title

Acting FIELD MANAGER

Office

CARLSBAD FIELD OFFICE

Application approval does not warrant or certify the the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

APPROVAL FOR 1 YEAR

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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 as to any matter within its jurisdiction.

*(Instructions on reverse)

Roswell Controlled Water Basin

APPROVAL SUBJECT TO
GENERAL REQUIREMENTS AND
SPECIAL STIPULATIONS
ATTACHED

Energy, Minerals and Natural Resources Department

Instruction on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

AGUO. RE 87410

Albuquerque, Santa Fe, NM 87508

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

3001500642 WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 3001500642	Pool Code 22230	Pool Name EMPIRE, YATES-7 Rivers
Property Code	Property Name RUSSELL "C"	Well Number 5
OCRD No.	Operator Name JOE TARVER	Elevation 3623

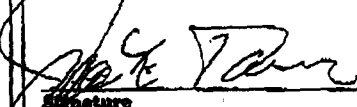
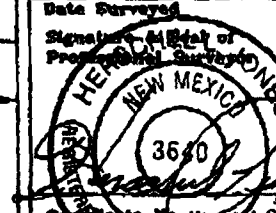
Surface Location

UL or lot No.	Section	Township	Range	Lot 1/4	Feet from the	North/South line	Feet from the	East/West line	County
0	35	17S	27E		1002	SOUTH	1633	EAST	EDDY

Bottom Hole Location if Different From Surface

UL or lot No.	Section	Township	Range	Lot 1/4	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres	Joint or Infill	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

						OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.  Signature JOE L. TARVER Printed Name OWNER Title 8/29/2005 Date	
							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. 8/29/2005 Date Surveyed  Signature of Professional Surveyor HENRY JONES NEW MEXICO 3640 Certificate No. Hensley & Jones RLS 3640 PROFESSIONAL SURVEYING COMPANY

N.32°47'10.2"
W.104°14'46.0"

3622 3628

3609 3623

1002'

1633'

0 330' 660' 990' 1000' 1900' 2310' 2510' 1000' 1630' 990' 660' 330' 0'

OPERATOR'S COPY

Form 3160-3
(August 1999)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

FORM APPROVED
OMB No. 1004-0136
Expires November 30, 2000

1a. Type of Work: ☐ DRILL ☒ REENTER			5. Lease Serial No. LC 028755(A)		
1b. Type of Well: ☒ Oil Well ☐ Gas Well ☐ Other ☒ Single Zone ☐ Multiple Zone			6. If Indian, Allottee or Tribe Name		
2. Name of Operator JOE L. TARVER			7. If Unit or CA Agreement, Name and No.		
3a. Address 2807 - 74th St., Ste. 1, Lubbock, TX 79423			8. Lease Name and Well No. Russell "C" 6		
3b. Phone No. (include area code) (806) 795-2042			9. API Well No.		
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface Lot #N, Sec. 35, T-17-S, R-27-E, 1009' FSL & 2297' FWL, Eddy Co., NM At proposed prod. zone Same as Surface			10. Field and Pool, or Exploratory Empire Yates - 7 Rivers		
11. Sec., T., R., M., or Bk. and Survey or Area Section 35, T-17-S, R-27-E			12. County or Parish Eddy		
13. State NM			14. Distance in miles and direction from nearest town or post office* 9 miles East of Artesia, NM		
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drg. unit line, if any) 330'		16. No. of Acres in lease 80		17. Spacing Unit dedicated to this well 10 acres	
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 660'		19. Proposed Depth 550'		20. BLM/BIA Bond No. on file Bond approved. Call Tony Ferrero, Santa Fe	
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3615 GL		22. Approximate date work will start* October 2005		23. Estimated duration 7 days	

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- Well plat certified by a registered surveyor.
- A Drilling Plan.
- A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification.
- Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature 	Name (Printed/Typed) Joe L. Tarver	Date 09/01/05
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Approved by (Signature) 	Name (Printed/Typed) Joe G. Lara	Date 10/4/05
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Title Acting FIELD MANAGER	Office CARLSBAD FIELD OFFICE
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Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject land which entitled the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

APPROVAL FOR 1 YEAR

Title 18 U.S.C. Section 1001 and Title 49 U.S.C. Section 1212, make 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 as to any matter within its jurisdiction.

*(Instructions on reverse)

Roswell Controlled Water Basin

**APPROVAL SUBJECT TO
GENERAL REQUIREMENTS AND
SPECIAL STIPULATIONS
ATTACHED**

NM 8840

Artesia, NM 88210

2200 Rd., Artesia, NM 87410

CT IV
South Pacheco, Santa Fe, NM 87505STATE OF NEW MEXICO
Energy, Minerals and Natural Resources DepartmentRevised March 17, 1999
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 3001500638	Pool Code 22230	Pool Name EMPIRE; YATES 7 Rivers
Property Code	Property Name RUSSELL "C"	Well Number 6
OGED No. 37594	Operator Name JOE TARVER	Elevation 3615

Surface Location

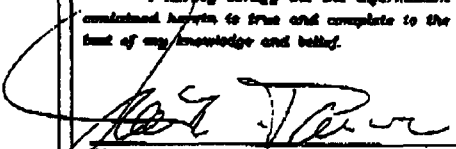
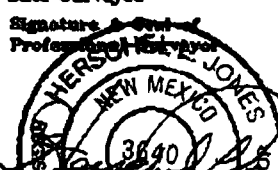
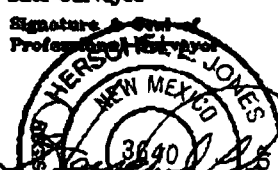
UL or lot No.	Section	Township	Range	Lot 1/4	Feet from the	North/South line	Feet from the	East/West line	County
N	35	17S	27E		1009	SOUTH	2297	WEST	EDDY

Bottom Hole Location if Different From Surface

UL or lot No.	Section	Township	Range	Lot 1/4	Feet from the	North/South line	Feet from the	East/West line	County

Dedicated Acres	Joint or Infill	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

					OPERATOR CERTIFICATION I hereby certify the the information contained herein to be true and complete to the best of my knowledge and belief.  Signature JOE L. TARVER Printed Name OWNER Title Sept 14, 2005 Date
					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. 8/29/2005 Date Surveyed  Signature of Professional Surveyor  R. JONES License 3840 Russell C. Jones RLS 3840 RUSSELL C. JONES GENERAL SURVEYING COMPANY

0 330' 660' 990' 1320' 1650' 1980' 2310' 2640' 2970' 3300' 3630' 3960' 4290' 4620' 4950' 5280' 5610' 5940' 6270' 6600'

OPERATOR'S COPY

Form 3160-3
(August 1999)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

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OMB No. 1004-0136
Expires November 30, 20005. Lease Serial No.
LC 028755(A)

6. If Indian, Allottee or Tribe Name

7. If Unit or CA Agreement, Name and No.

8. Lease Name and Well No.
Russell "C" 7

9. API Well No.

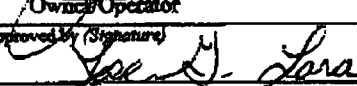
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JOE L. TARVER3a. Address
2807 - 74th St., Ste. 1, Lubbock, TX 794233b. Phone No. (include area code)
(806) 795-204210. Field and Pool, or Exploratory
Empire Yates - 7 Rivers4. Location of Well (Report location clearly and in accordance with any State requirements.)
At surface Lot #0, Sec. 35, T-17-S, R-27-E, 395' FSL & 1622' FEL, Eddy Co., NM
At proposed prod. zone Same as Surface11. Sec., T., R., M., or Bk. and Survey or Area
Section 35, T-17-S, R-27-E14. Distance in miles and direction from nearest town or post office
9 miles East of Artesia, NM12. County or Parish
Eddy13. State
NM15. Distance from proposed location to nearest property or lease line, ft.
(Also to nearest drig. unit line, if any)
313'16. No. of Acres in Lease
8017. Spacing Unit dedicated to this well
10 acres18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft.
660'19. Proposed Depth
550'20. BLM/BIA Bond No. on file
Bond approved Call Tony Ferrero, Santa Fe21. Elevations (Show whether DF, KDB, RT, GL, etc.)
3615 GL22. Approximate date work will start
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3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).

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5. Operator certification.
6. Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature Name (Printed/Typed)
Joe L. TarverDate
09/01/05Title
Owner/OperatorApproved By (Signature) Name (Printed/Typed)
Joe G. LaraDate
10/4/05Title
Acting FIELD MANAGEROffice
CARLSBAD FIELD OFFICE

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*(Instructions on reverse)

Roswell Controlled Water Basin

APPROVAL SUBJECT TO
GENERAL REQUIREMENTS AND
SPECIAL STIPULATIONS
ATTACHED

Energy, Minerals and Natural Resources Department

St. Astoria, WA 97103

Instruction on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

III
Graham Rd., Aztec, NM 87412

ACT IV
South Pacheco, Santa Fe, NM 87506

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

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 3001500641	Pool Code 22230	Pool Name EMPIRE; YATES 7 Rivers
Property Code	Property Name RUSSELL "C"	Well Number 7
OGRIID No. 37594	Operator Name JOE TARVER	Elevation 3615

Surface Location

DL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	35	17S	27E		395	SOUTH	1622	EAST	EDDY

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
Dedicated Access		Joint or Infill		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

				OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. <i>[Signature]</i> Signature LEE R. TARVER Printed Name <i>[Signature]</i> Title Sept 4, 2005 Date
				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. 8/29/2005 Date Surveyed <i>[Signature]</i> Signature & Seal of Professional Surveyor  3640 Certificate No. _____ Jones RLS 3640 RUSSELL JONES REGISTERED PROFESSIONAL SURVEYOR GEORGE R. JONES COMPANY
		N.32°47'04.2" W.104°14'45.9"	3609 3623 ○ ————— 1622' ————— ○ 3607 3617	

0 330' 660' 990' 1650' 1980' 2310' 2310' 1980' 1650' 990' 660' 330' 0

TRANSACTION REPORT

P. 01

OCT-11-2005 TUE 09:46 AM

FOR:

RECEIVE

DATE	START	SENDER	RX TIME	PAGES	TYPE	NOTE	M#	DP
OCT-11	09:44 AM	7480676	2' 25"	14	RECEIVE	OK		