(JUNE 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

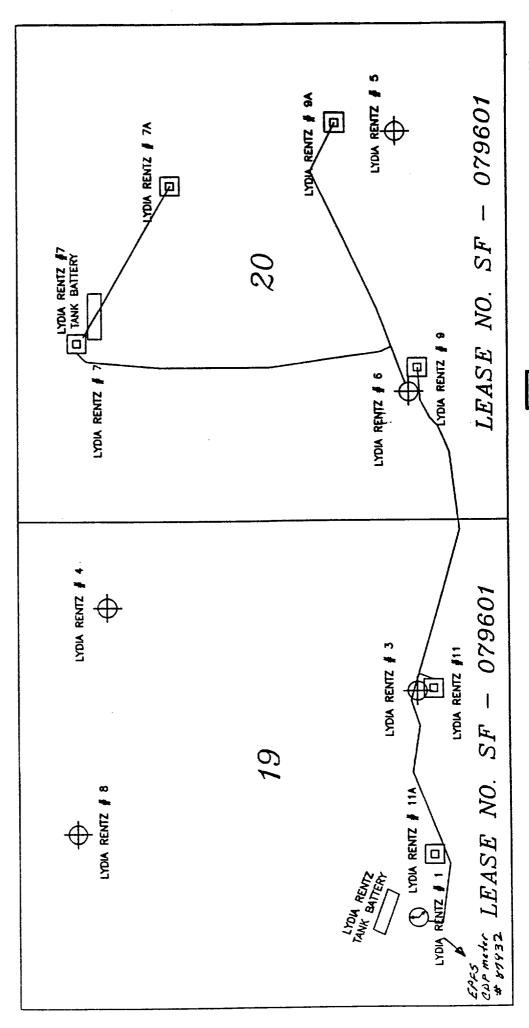
FORM	APPROVE
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Budget Bureau No. 1004-0135

Expires:	March	31.1	993

SUNDRY NOTICES AND REPOR Do not use this form for proposals to drill or to deepe Use "APPLICATION FOR PERMIT" for s	RTS ON WELLS on or reentry to a different reservoir.	5. Lease Designation and S SF 079601 6. If Indian, Allottee or Trib	•
SUBMIT IN TRIPLICATE		7. If Unit or CA, Agreemen	t Designation
1. Type of Well Oil Gas Well Well Other		8. Well Name and No.	
2. Name of Operator FOUR STAR OIL AND GAS CO.		9. API Well No. Lydia He	#
 Address and Telephone No. 3300 N. Butler, Farmington, New No. Location of Well (Footage, Sec., T., R., M., or Sur. 	Mexico 87401 (505)325-4397 vey Description)	10. Field and Pool, or Expl $1 - 20 - 25 - 3$ 11. County or Parish, State	See Attack
12. CHECK APPROPRIATE BOX(s)	TO INDICATE NATURE OF NOTICE, REPORT,	RIO ARRIBA, NN	
TYPE OF SUBMISSION	TYPE OF ACTION		
Notice of Intent Subsequent Report Final Abandonment Notice	Abandonment Recompletion Plugging Back Casing Repair Altering Casing		Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection
Describe Proposed or Completed Operations(Clearly state all pertinent of give subsurface locations and measured and true vertical clepths for	Other Setails, and give pertinent dates, including estimated date of starting ant proper all markers and zones pertinent to this work.)*	Completion or Recomplet	Dispose Water multiple completion on well ion Report and Log form) y drilled,
Four Star Oil and Gas Company requests production from the following wells located #7A, #9, #9A, #11 and #11A. Oil production the lease. Gas production feeds El Parlocated on the lease. Attached is a diagrathe two tank batteries, and the CDP meter information on the wells tied to the gather accordingling for allocation purposes. Continuously ownership is identical throughout, including royalty ownership.	approval to surface commingle both oil and ged on the Lydia Rentz lease: Lydia Rentz #1, action is gathered at two separate tank batter so Field Services CDP meter No. 87932, also am showing the location of the wells, the gater. Also attached is a spreadsheet containing ering system. Both gas and liquid is metered mmingling is within a single lease (SF-07960 ng working interest, royalty interest and over	#7, ries located thering lines, g specific at each well 1) where riding	ECE 1996 MAR 2 0 1996 L COM. DIV
14. I hereby certify that the foregoing is true and co	Title Operating Unit Manager	Date	3/8/96
(This space for Federal or State office use) Approved by Robert Kont Conditions of approval, if any:	Chief, Lands and Mineral Re	SOUTCES Date	MAR 1 9 1996
Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willful	ally to see to see the second of the United Second of the		·

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



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WELL WITH "FLOW TIMER"

□ WELL WITH "E.F.M."

		Four Star Oil and Gas Company Well Me	I Meters Up	stream of E	PNG CDP	Meter # 878	eters Upstream of EPNG CDP Meter # 87932 (meter is located on the fease) and Central Tank Batteries	1 the lease) and Centi	al Tank Batterie	21		
Well	BLM LEASE	FIELDI	Township	Range	Section	Spot	Legal	FSOG	El Paso	Oll Prod.	Gas Prod.	Water Prod.
	DESIGNATION	POOL NAME						Allocation Meter #	CDP Meter#	(12/95) BOPD	(12/95) MCFD (12/95) BOPD	(12/95) BOPD
Lydia Rentz #7	SF-079601	SF-079601 W. Lindrith GP-DK, Blanco MV (DHC-1133)	T25N	RO3W	20	ပ	800' FNL/1820' FWL	191-197	87932	9	7	9
Lydia Rentz #7A	SF-079601	SF-079601 W. Lindrith GP-DK, Blanco MV (DHC-1114)	T25N	Roaw	20	ပ	1650' FNL/1650' FEL	191-191	87932	-	74	15
Lydia Rentz #1	SF-079601	SF-079601 Blanco P. C. South	T25N	RO3W	19	Σ	990' FSL/990' FWL	191-252	87932	0	=	0
Lydia Rentz #9	SF-079601	SF-079601 W. Lindrith GP-DK	T25N	RO3W	20	z	990' FSL/1650' FWL	191-185	87932	8	47	3
Lydia Rentz #9A	SF-079601	SF-079601 W. Lindrith GP-DK	T25N	Roaw	20	_	1850' FSL/990' FEL	191-192	87932	33	149	3
Lydia Rentz #11	SF-079601	SF-079601 W. Lindrith GP-DK, Blanco MV (DHC-1001)	T25N	RO3W	19	0	840' FSU1820' FEL	191-184	87932	10	2	-
Lydia Rentz #11A	SF-079601	SF-079601 W. Lindrith GP-DK	T25N	RO3W	19	×	845' FSL/1645' FWL	191-190	87932	21	52	2
Total										7.4	438	TT.

DATE:

February 27, 1996

TO:

Mr. T. A. Tipton

Farmington, New Mexico

FROM:

Chuck Snure

Denver, CO

SUBJECT:

SURFACE COMMINGLING OF WELLS

L.L. McConnell Lease - SF-079602 Lydia Rentz Lease - SF-079601 Rio Arriba County, New Mexico

Pursuant to your request for ownership information on the captioned leases, please be advised of the following:

L.L. McConnell Lease (SF-079602)

Wells: #1, #1A, #6, #11, #14, #14A, #15

Working Interest ownership is common (Four Star Oil & Gas Company)

Royalty ownership is common (8.5% effective 12-1-93)

Overriding Royalty ownership is common (2.5%)

Lydia Rentz Lease (SF-079601)

CHULL SNULZ

Wells: #1, #7, #7A, #9, #9A, #11, #11A

Working Interest ownership is common (Four Star Oil & Gas Company)

Royalty ownership is common (3.7% effective 12-1-93)

Overriding Royalty ownership is common (2.5%)

Please advise should you need further information regarding these Federal leases.

CAS:

cc: Land Files - NM741121, NM751205