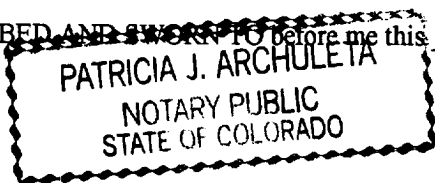


(Name) \_\_\_\_\_  
Staff Assistant  
(Title) \_\_\_\_\_

SUBSCRIBED AND SWORN TO before me this 19<sup>th</sup> day of May, 1997.



Patricia J. Archuleta  
Notary Public

My Commission expires: Aug 12, 1999

FOR OIL CONSERVATION DIVISION USE ONLY:

VIII. CERTIFICATION OF APPROVAL:

This Application for Qualification of Well Workover Project is hereby approved and the above referenced Well is designated as a Well Workover Project pursuant to the "Natural Gas and Crude Oil Production Incentive Act" (Laws 1995, Chapter 15, Sections 1 through 8). The Oil Conservation Division hereby verifies the Production Projection for the Well Workover Project attached to this application. By copy of this Application and Certification of Approval, the Division notifies the Secretary of the Taxation and Revenue Department of this Approval and certifies that this Well Workover Project has been completed as of 6/25, 1996.

328  
District Supervisor, District 3  
Oil Conservation Division

Date: 6/23/97

IX. DATE OF NOTIFICATION TO THE SECRETARY OF THE TAXATION AND REVENUE DEPARTMENT.

DATE: \_\_\_\_\_

THIS WELL HAS BEEN EQUIPPED WITH AMOCO'S ELECTRONIC CONTROL/MONITOR SYSTEM. THE FOLLOWING EQUIPMENT HAS BEEN ADDED AT A COST OF \$ 10,000. PRESSURE TRANSDUCERS, MICRO PROCESSOR, 900 MEGAHERTZ RADIO, SOLAR POWER, ELECTRONIC FLOW, CHOKE CONTROL, VENT CONTROL, TANK AND PIT MONITORING, PLUNGER LIFT CONTROL AND MONITORING, AND COMPRESSOR AND PUMPING UNIT RUNTIME.

THE ADDITION OF THIS EQUIPMENT INCREASES THE CONTROL THAT AMOCO HAS OVER THE OPERATIONS OF THE WELL AND WILL LIKELY SHOW CONTINUAL INCREASES IN PRODUCTION THROUGH THE FOLLOWING ACTIONS.

THE SYSTEM ALLOWS A FIELD TECHNICIAN TO NOT ONLY MONITOR THE OPERATION OF THE WELL, WHILE NOT PHYSICALLY BEING AT THE WELL SITE, BUT TO CHANGE THE OPERATING CRITERIA FOR OPERATION OF THAT WELL TO ENSURE THAT IT IS OPERATING AT MAXIMUM EFFICIENCY. IT ALSO ALLOWS THAT TECHNICIAN TO BRING A WELL WHICH HAS LOGGED OFF BACK ON PRODUCTION MORE RAPIDLY.

OUR BASE PRODUCTION FOR THIS WELL IS 18,649 MCF.

zrar06

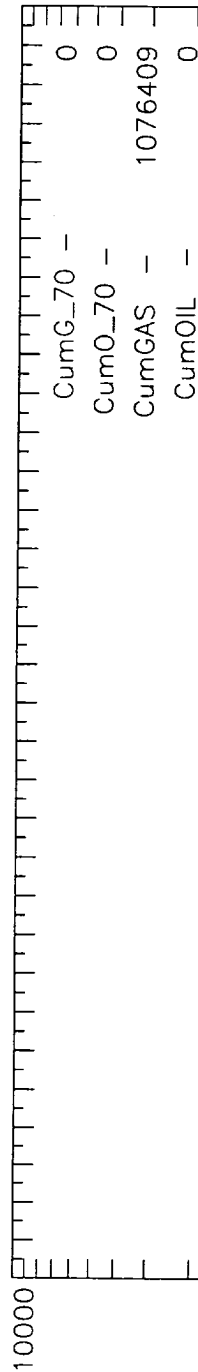
Engr: zrar06

GALLEGOS CANYON UNIT /FT COAL/ 036H19

Operator-- AMOCO PRODUCTION COMPANY

300450733000 604FRLDC 28N 12W 19

APC\_WI - 0.54240000



Reserves  
0.1368

DCLN

Year

Last Op. Forecast by zmhy01 in 07/1996

|                                                                                           |                             |                          |  |
|-------------------------------------------------------------------------------------------|-----------------------------|--------------------------|--|
| <b>WELL DECLINE TABLE TO SEND TO TULSA<br/>TAX GROUP</b>                                  |                             |                          |  |
| <b>WELLNAME</b>                                                                           | <b>GALLEGOS CANYON UNIT</b> |                          |  |
| <b>WELLNO</b>                                                                             | # 36                        |                          |  |
| <b>POOL</b>                                                                               | FRUITLAND COAL              |                          |  |
| <b>FLAC</b>                                                                               | 88662002                    |                          |  |
| <b>API</b>                                                                                | 3004507330                  |                          |  |
| <b>LOCATION</b>                                                                           | H 19 28N 12W                |                          |  |
| <b>MONTH FINALED</b>                                                                      | 06/1996                     |                          |  |
| <b>DECLINE RATE</b>                                                                       | 0.1368                      | 0.1368                   |  |
| <b>Production Months<br/>- (Begin with the<br/>Month following<br/>the Month Finaled)</b> | <b>GAS</b>                  | <b>OIL</b>               |  |
|                                                                                           | <b>' Prod. MCF/Month</b>    | <b>' Prod. BBL/Month</b> |  |
| 07/1996                                                                                   | 18649.0                     | 0.0                      |  |
| 08/1996                                                                                   | 16264.6                     | 0.0                      |  |
| 09/1996                                                                                   | 14185.1                     | 0.0                      |  |
| 10/1996                                                                                   | 12371.5                     | 0.0                      |  |
| 11/1996                                                                                   | 10789.7                     | 0.0                      |  |
| 12/1996                                                                                   | 9410.2                      | 0.0                      |  |
| 01/1997                                                                                   | 8207.0                      | 0.0                      |  |
| 02/1997                                                                                   | 7157.7                      | 0.0                      |  |
| 03/1997                                                                                   | 6242.6                      | 0.0                      |  |
| 04/1997                                                                                   | 5444.4                      | 0.0                      |  |
| 05/1997                                                                                   | 4748.3                      | 0.0                      |  |
| 06/1997                                                                                   | 4141.2                      | 0.0                      |  |
| 07/1997                                                                                   | 3611.8                      | 0.0                      |  |
| 08/1997                                                                                   | 3150.0                      | 0.0                      |  |
| 09/1997                                                                                   | 2747.2                      | 0.0                      |  |
| 10/1997                                                                                   | 2396.0                      | 0.0                      |  |
| 11/1997                                                                                   | 2089.6                      | 0.0                      |  |
| 12/1997                                                                                   | 1822.5                      | 0.0                      |  |
| 01/1998                                                                                   | 1589.5                      | 0.0                      |  |
| 02/1998                                                                                   | 1386.2                      | 0.0                      |  |
| 03/1998                                                                                   | 1209.0                      | 0.0                      |  |
| 04/1998                                                                                   | 1054.4                      | 0.0                      |  |
| 05/1998                                                                                   | 919.6                       | 0.0                      |  |
| 06/1998                                                                                   | 802.0                       | 0.0                      |  |
| 07/1998                                                                                   | 699.5                       | 0.0                      |  |
| 08/1998                                                                                   | 610.1                       | 0.0                      |  |
| 09/1998                                                                                   | 532.1                       | 0.0                      |  |
| 10/1998                                                                                   | 464.0                       | 0.0                      |  |
| 11/1998                                                                                   | 404.7                       | 0.0                      |  |
| 12/1998                                                                                   | 353.0                       | 0.0                      |  |
| 01/1999                                                                                   | 307.8                       | 0.0                      |  |
| 02/1999                                                                                   | 268.5                       | 0.0                      |  |

**RECEIVED**  
JUN - 9 1997

**OIL CON. DIV.**  
**DIST. 3**

|         |       |     |
|---------|-------|-----|
| 03/1999 | 234.1 | 0.0 |
| 04/1999 | 204.2 | 0.0 |
| 05/1999 | 178.1 | 0.0 |
| 06/1999 | 155.3 | 0.0 |
| 07/1999 | 135.5 | 0.0 |
| 08/1999 | 118.1 | 0.0 |
| 09/1999 | 103.0 | 0.0 |
| 10/1999 | 89.9  | 0.0 |
| 11/1999 | 78.4  | 0.0 |
| 12/1999 | 68.4  | 0.0 |
| 01/2000 | 59.6  | 0.0 |
| 02/2000 | 52.0  | 0.0 |
| 03/2000 | 45.3  | 0.0 |
| 04/2000 | 39.5  | 0.0 |
| 05/2000 | 34.5  | 0.0 |
| 06/2000 | 30.1  | 0.0 |
| 07/2000 | 26.2  | 0.0 |
| 08/2000 | 22.9  | 0.0 |
| 09/2000 | 20.0  | 0.0 |
| 10/2000 | 17.4  | 0.0 |
| 11/2000 | 15.2  | 0.0 |
| 12/2000 | 13.2  | 0.0 |
| 01/2001 | 11.5  | 0.0 |
| 02/2001 | 10.1  | 0.0 |
| 03/2001 | 8.8   | 0.0 |
| 04/2001 | 7.7   | 0.0 |
| 05/2001 | 6.7   | 0.0 |
| 06/2001 | 5.8   | 0.0 |
| 07/2001 | 5.1   | 0.0 |
| 08/2001 | 4.4   | 0.0 |
| 09/2001 | 3.9   | 0.0 |
| 10/2001 | 3.4   | 0.0 |
| 11/2001 | 2.9   | 0.0 |
| 12/2001 | 2.6   | 0.0 |
| 01/2002 | 2.2   | 0.0 |
| 02/2002 | 2.0   | 0.0 |
| 03/2002 | 1.7   | 0.0 |
| 04/2002 | 1.5   | 0.0 |
| 05/2002 | 1.3   | 0.0 |
| 06/2002 | 1.1   | 0.0 |
| 07/2002 | 1.0   | 0.0 |
| 08/2002 | 0.9   | 0.0 |
| 09/2002 | 0.7   | 0.0 |
| 10/2002 | 0.7   | 0.0 |
| 11/2002 | 0.6   | 0.0 |
| 12/2002 | 0.5   | 0.0 |
| 01/2003 | 0.4   | 0.0 |
| 02/2003 | 0.4   | 0.0 |
| 03/2003 | 0.3   | 0.0 |
| 04/2003 | 0.3   | 0.0 |
| 05/2003 | 0.3   | 0.0 |
| 06/2003 | 0.2   | 0.0 |
| 07/2003 | 0.2   | 0.0 |
| 08/2003 | 0.2   | 0.0 |
| 09/2003 | 0.1   | 0.0 |