

ABOVE THIS LINE FOR DIVISION USE ONLY

**NEW MEXICO OIL CONSERVATION DIVISION**  
 - Engineering Bureau -  
 1220 South St. Francis Drive, Santa Fe, NM 87505



**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

*Oil Conservation Division  
 1220 S. Saint Francis Drive  
 Santa Fe, NM 87505*

**Application Acronyms:**

- [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
- [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
- [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
- [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
- [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
- [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

- [1] **TYPE OF APPLICATION** - Check Those Which Apply for [A]
- [A] Location - Spacing Unit - Simultaneous Dedication  
 NSL  NSP  SD
- Check One Only for [B] or [C]
- [B] Commingling - Storage - Measurement  
 DHC  CTB  PLC  PC  OLS  OLM
- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  
 WFX  PMX  SWD  IPI  EOR  PPR
- [D] Other: Specify Consolidate two existing gathering systems

- [2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or  Does Not Apply
- [A]  Working, Royalty or Overriding Royalty Interest Owners
- [B]  Offset Operators, Leaseholders or Surface Owner
- [C]  Application is One Which Requires Published Legal Notice
- [D]  Notification and/or Concurrent Approval by BLM or SLO  
 U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E]  For all of the above, Proof of Notification or Publication is Attached, and/or,  
*\* Attachment No. 5 presents copies of the notification to interest owners. All were sent certified return receipt. Copies of the Return Receipts will be forwarded to AMORD.*
- [F]  Waivers are Attached

[3] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

John D. Roe  
 Print or Type Name

*John D. Roe*  
 Signature

Engineering Manager  
 Title

02/24/04  
 Date

johnroe@duganproduction.com  
 e-mail Address

District I  
1625 N. French Drive, Hobbs, NM 88240  
District II  
1301 W. Grand Ave, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St Francis Dr, Santa Fe, NM  
87505

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-107-B  
Revised June 10, 2003

**OIL CONSERVATION DIVISION**  
1220 S. St Francis Drive  
Santa Fe, New Mexico 87505

Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

**APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)**

OPERATOR NAME: Dugan Production Corp.  
OPERATOR ADDRESS: P. O. Box 420, Farmington, NM 87499-0420  
APPLICATION TYPE:

Pool Commingling  Lease Commingling  Pool and Lease Commingling  Off-Lease Storage and Measurement (Only if not Surface Commingled)

LEASE TYPE:  Fee  State  Federal (No Indian)

Is this an Amendment to existing Order?  Yes  No If "Yes", please include the appropriate Order No. 3<sup>rd</sup> Amended PLC-173 & R-10923  
Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling  
 Yes  No

**(A) POOL COMMINGLING**  
Please attach sheets with the following information

(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production	Calculated Value of Commingled Production	Volumes
Basin Dakota (71599)	1336	1045	See Note No. 4 on Attachment No. 4	73 mcf/d
Basin Fruitland Coal (71629)	1028			1323 mcf/d
Harper Hill FR Sand-PC (78160)	1047			1721 mcf/d
Twin Mounds FR Sand-PC (86620)	1029			141 mcf/d
Tota/Average				3258 mcf/d

- (2) Are any wells producing at top allowables?  Yes  No  
 (3) Has all interest owners been notified by certified mail of the proposed commingling?  Yes  No.  
 (4) Measurement type:  Metering  Other (Specify) - See Attachment No. 4  
 (5) Will commingling decrease the value of production?  Yes  No If "yes", describe why commingling should be approved

**(B) LEASE COMMINGLING**  
Please attach sheets with the following information

- (1) Pool Name and Code.  
 (2) Is all production from same source of supply?  Yes  No  
 (3) Has all interest owners been notified by certified mail of the proposed commingling?  Yes  No  
 (4) Measurement type:  Metering  Other (Specify)

**(C) POOL and LEASE COMMINGLING**  
Please attach sheets with the following information

- (1) Complete Sections A and E.

**(D) OFF-LEASE STORAGE and MEASUREMENT**  
Please attached sheets with the following information

- (1) Is all production from same source of supply?  Yes  No  
 (2) Include proof of notice to all interest owners. - See Attachment No. 5

**(E) ADDITIONAL INFORMATION (for all application types)**  
Please attach sheets with the following information

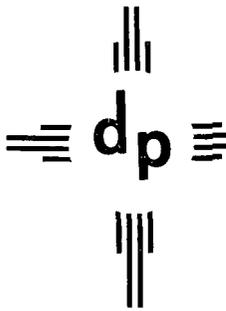
- (1) A schematic diagram of facility, including legal location. - Attachment No. 1  
 (2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved. Attachment No 1  
 (3) Lease Names, Lease and Well Numbers, and API Numbers. - Attachment No. 2

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

SIGNATURE: John D. Roe TITLE: Engineering Manager DATE: 02/24/04

TYPE OR PRINT NAME John D. Roe TELEPHONE NO.: (505)325-1821

E-MAIL ADDRESS: johnroe@duganproduction.com



# dugan production corp.

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February 24, 2004

Ms. Lori Wrotenbery, Director  
New Mexico Oil Conservation Division  
1220 South St. Francis Drive  
Santa Fe, NM 87505

Mr. Patrick Lyons, Commissioner  
New Mexico State Land Office  
P. O. Box 1148  
Santa Fe, NM 87504-1148

Mr. Steve Henke, Manager  
Bureau of Land Management  
1235 La Plata Highway, Suite A  
Farmington, NM 87401

Re: Application to consolidate Dugan Production's  
Tabor & Federal I Gathering Systems,  
Add 10 wells to the consolidated gathering system,  
Modify allocation procedures for Federal I System wells,  
& amend the notice provisions of NMOCD Order PLC-173  
San Juan County, New Mexico

Dear Ms. Wrotenbery, Mr. Lyons and Mr. Henke,

We are writing to request your administrative approvals to consolidate Dugan Production's Tabor Gathering System (which currently has 23 wells authorized by NMOCD Order PLC-173) with Dugan Production's Federal I Gathering System (which has six wells authorized by NMOCD Order R-10923). We are also requesting your approvals to add 10 wells (seven existing and three proposed) to the consolidated gathering system and to amend the allocation procedure currently authorized for the six wells on the Federal I Gathering System. In addition, we are requesting that NMOCD Order PLC-173 be amended to include notice provisions for future system additions. NMOCD Form C-107-B is attached as part of this application.

Attachment No. 1 presents a map of the consolidated Tabor Gathering System (TGS) with the proposed additions highlighted in blue. In addition, Dugan Production's leasehold interest is also presented which includes nine federal leases, 11 state leases plus seventeen fee leases. Dugan Production is the operator of all wells. The wells and associated leases are also presented on Attachment No. 2. We do not anticipate commingling oil or condensate. Each well producing oil or condensate will be equipped with separation equipment and all oil or condensate will be separated and stored on the lease. Attachment No. 3 presents a summary of the interest owners in the wells currently connected and the proposed additions. There are five working interest, three types of royalty interest (state, federal and fee) plus 45 overriding royalty interest owners. As required by OCD Rule 19.15.5.303B.(4)(3)(iii) all interest owners in the wells currently approved plus the wells proposed to be added to the gathering system have been given notice of this application. The working interest owners have been provided with a complete copy of this application.

Production for the consolidated gathering system comes from four gas pools with production averaging 105 mcf/well (ranging from 4 to 253 mcf). Attachment No. 4 presents production statistics for each pool. Attachment No. 5 presents our interest owner notification efforts and includes a copy of the letter sent to the working interest owners. In addition, all fee royalty interest owners and all overriding royalty interest (ORRI) owners were provided with a detailed description of this application and were offered a complete copy of the application should they desire a copy. A copy of the notice letter sent to the fee

royalty and ORRI owners is included in Attachment No.5. All notice letters have been sent by certified, return receipt mail and upon receiving the receipts, copies will be forwarded to the NMOCD. Also included in Attachment No. 5 is a copy of the newspaper advertisement which is scheduled to be published in the Farmington Daily Times on February 25, 2004 to further provided notice to all interest owners, anticipating that out of the 68 notices mailed, there will invariably be some receipts not returned. In addition, from other correspondence attempts, we know that four of the ORRI owner addresses are not current. We have attempted to locate these four ORRI owners, however to date have not be able to do so. As provided by Rule 19.15.5.303B.(4)(d)(vii), Dugan Production is requesting that the NMOCD Order issued for this application also include a provision that for future additions to the gathering system, only the interest owners in the wells being added need to be notified, providing that in reasonable probability the proposed additions will not adversely affect the interest owners in the wells already approved for the system. Our letters to each of the interest owners did include a notice of this request. This provision will be very helpful and will greatly reduce the work effort necessary to add future wells to the TGS.

The TGS was initially authorized in August, 1996 by NMOCD Order R-10655 and was initially known as the Com 1E CDP serving two wells. The Com 1E CDP was expanded three times to include 16 wells and NMOCD Administrative Order PLC-173 dated 7/24/00 was issued to replace Order R-10655. In October, 2001, Dugan Production expanded the TGS a 4<sup>th</sup> time by consolidating the 16 wells on the TGS with the seven wells authorized for Dugan's King Gathering System (KGS). The KGS was initially authorized as the Com 1 CDP by NMOCD Order PLC-157 dated 9-22-99. The KGS was expanded 1 time and included seven wells. The consolidated King and Tabor Gathering System, which included 23 wells, was approved by the NMOCD on 11/22/01 (3<sup>rd</sup> Amended Order PLC-173) and by the State Land Office on 11/6/01 and the BLM on 12/13/01. Upon consolidating these two gathering systems, Order PLC-157 for the KGS was replaced by Order PLC-173 3<sup>rd</sup> Amendment for the TGS. The CDP gas sales meter along with central battery facilities for water production for the TGS are located at the Com 1E well location (A-2-29N-14W). Attachment No. 7 presents the facility diagram. The CDP gas sales meter is operated and maintained by GulfTerra Field Services (meter no. 90887) and will continue to be the CDP sales meter for the consolidated Tabor & Federal I Gathering Systems. During 2003, the TGS delivered an average of 2855 mcf/d to GulfTerra.

All wells on the TGS are equipped with allocation meters to measure produced gas and wells that produce significant volumes of water are typically equipped with rod pumps. Gas is produced up the casing-tubing annulus and is measured by the allocation meter prior to entering the gas line of the TGS. Predominantly water plus any entrained gas is produced up the tubing and into the water line of the TGS. The water then transfers to the central battery where it is separated from any entrained gas that may be present and then the water is pumped to Dugan's water disposal wells, primarily the Stella Needs a Com No 1E & No. 1 wells. Any gas that is recovered from the water at the central battery is measured with an allocation meter and is allocated back to the individual wells producing the water based upon factors determined from produced water volumes. Each well is periodically tested for water production using Dugan Production's portable, 3 phase tester.

The Federal I Gathering System was initially authorized for six wells by NMOCD Order R-10923 dated 12/2/97. The State Land Office and BLM also approved this system on 8/26/97 & 9/22/97, respectively. The CDP gas sales meter and the central battery facilities for the Federal I Gathering System are located at the Federal I No. 4 well location (C-1-29N-14W). A facility diagram is included in Attachment No. 7. The CDP gas sales meter is operated and maintained by GulfTerra Field Services (meter no. 87034) and will be removed from service upon consolidating the Federal I with the TGS. All gas will be sold at the Tabor CDP located at the Com No. 1E well. During 2003, an average of 599 mcf/d was delivered to GulfTerra from the Federal I Gathering System. The Federal I Gathering System was initially designed to move all production (gas & water) to the central battery in one pipeline and the volumes of gas and water measured at the central battery (located at the Federal I No. 4 well) were to be allocated back to the individual wells using allocation factors determined from periodic well tests. Using one pipeline to transfer gas and water production has resulted in higher wellhead operating pressures than is desired. In addition, on several other gathering systems (including the TGS), Dugan Production has been able to achieve significantly lower wellhead operating pressures using separate lines to move the gas and water to the central battery. Thus, for wells on the Federal I system that produce much water, a second pipeline

has been installed so that the wells can be operated as described above for the wells on the TGS, i.e., there will be separate pipelines for gas and water. Rather than using periodic well tests for allocating production as is currently approved, each well is now equipped with an allocation meter and gas production from the casing-tubing annulus will be measured prior to entering the gathering system. Gas volumes measured at the CDP will be allocated to the individual wells using allocation factors determined from the allocation meter volumes rather than well tests. In addition, any gas recovered from the water at the central battery will be measured using an allocation meter and will be allocated to the individual wells producing the water using factors determined from water volumes. The allocation procedure currently approved and being used for wells on the TGS is presented in Attachment No. 6. This allocation procedure is also proposed for wells on the Federal I Gathering System. Each well on the consolidated gathering system will be equipped with a continuous recording gas allocation meter (or some form of approved alternative measurement) operated and maintained by Dugan. Prior to converting any gas measurement from a conventional allocation meter to an alternative measurement method, we will seek formal approvals. The charts from each allocation meter will be integrated by a commercial integration service and the volumes recorded utilized to determine factors for allocating CDP volumes, BTU's and revenues to the individual wells.

Included in this application is the addition of 10 wells, seven of which (Camp David Com No. 1S & 2, Cline No. 1R, Federal I No. 4R, No. 10, No. 90 & No. 100) that have been connected and are producing into the gathering system without prior approval to do so. The connection dates along with an estimate of gas produced as of 1/1/04 is presented in Note No. 6 for Attachment No. 2. We regret that this has occurred and do endeavor to see that all wells are formally approved prior to producing into our gathering system. These wells range in production from 56 mcf/d to 163 mcf/d. Three of the wells are Fruitland Coal wells and upon stimulation and completion, it was important to maintain production. Rather than venting the gas, the wells were connected to the TGS since each well was relatively close to the existing gathering system and required little effort to connect. Production from each of these seven wells has been accounted for using the same procedures as is approved for all other wells. There has been no loss of gas or revenue to any of the interest owners and since the gas was sold rather than vented, the interest owners for these wells will actually have added value.

In summary, Dugan Production Corp. is requesting approvals to:

1. Consolidate the Tabor and Federal I Gathering Systems
2. Add 10 wells to the consolidated gathering system
3. Change the allocation procedure for wells connected to the Federal I Gathering system and;
4. Amend the Tabor Commingling Order PLC-173 to included provisions that for future additions only the interest owners being added require notice.

Should you need additional information or have questions regarding any of this information, please feel free to contact me at the letterhead address.

Sincerely,



John D. Roe  
Engineering Manager

JDR/tmf

Enclosures

cc: NMOCD – Aztec  
All Working Interest Owners

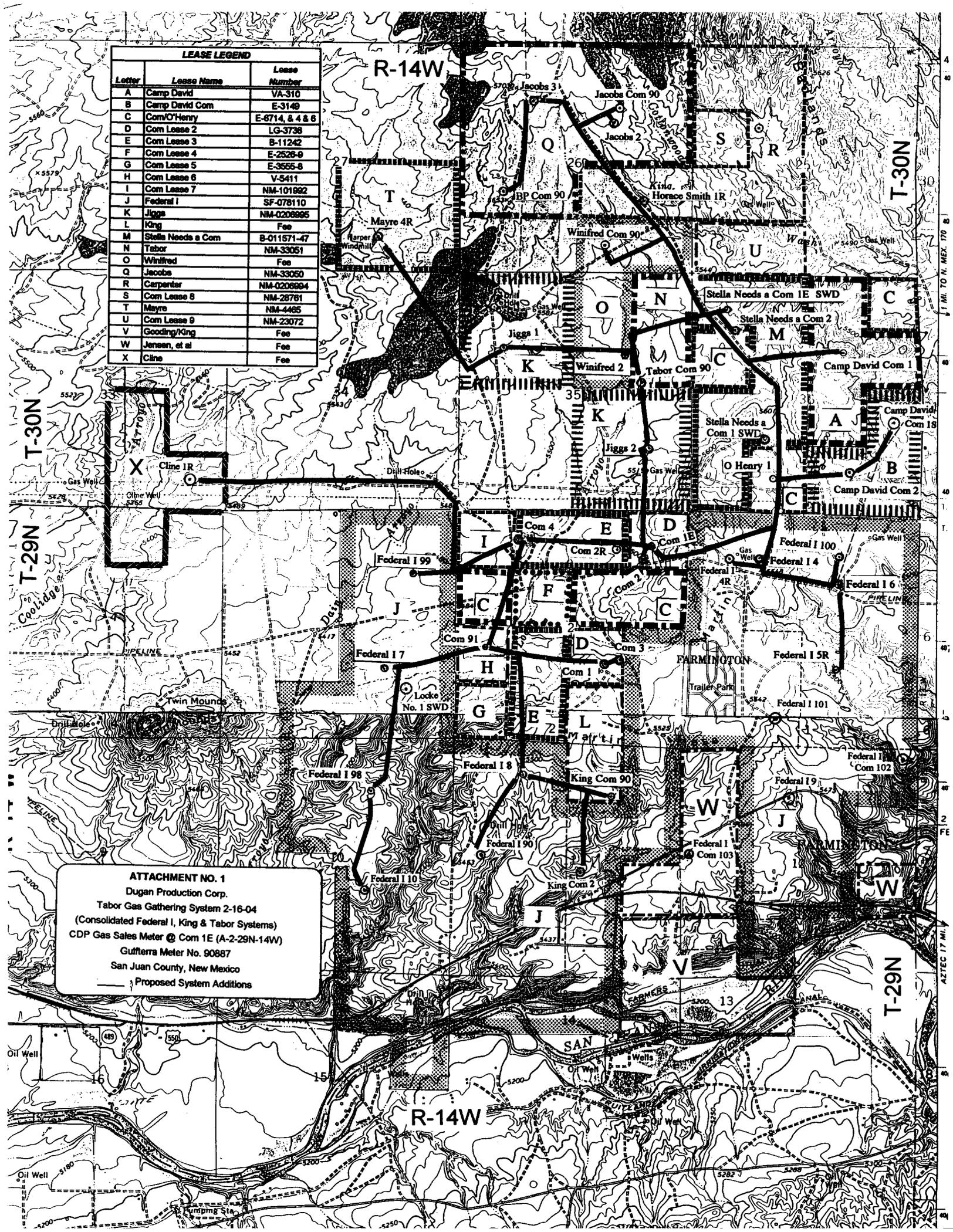
**ATTACHMENT NO. 2  
DUGAN PRODUCTION CORP.  
TABOR & FEDERAL I GATHERING SYSTEMS 2-24-04  
CENTRAL DELIVERY SALES METER (GULFTERRA METER NO. 98887) A-2-29N-14W  
SAN JUAN COUNTY, NEW MEXICO**

Well Name	API No. 30-045-	Well Location UI-Sec-Town-Range	Well Location Lease No. / E-3149	Well Location Lease No. / E-3149	CA Number	Pool	Completion Date	Current Prod.		Spacing Unit	Dates for SC, OLM & S			
								MCFD	BC/D		Application	Approval	Approval	
WELLS TO BE ADDED TO SYSTEM (10 wells)														
Camp David Com 1S (Note 6)	31637	L-36-30N-14W	E-3149	State	State C.A.	Basin Fruitland Coal	11/9/2003	150*	0	100*	E2-323.59A	2/24/2004	pending	pending
Camp David Com 2 (Note 6)	30573	O-36-30N-14W	E-3149	State	State C.A.	Harper Hill FR Sand-PC	4/16/2001	118	0	29	SE/4-160A	2/24/2004	pending	pending
Cline 1R (Note 6)	30985	P-33-30N-14W	FEE	FEE	NA	Twin Mountains FR Sand-PC	4/11/2002	141	0	40	SE/4-171.93A	2/24/2004	pending	pending
Federal I 4R (Note 6)	30592	D-1-29N-14W	SF-078110	Federal	NA	Harper Hill FR Sand-PC	7/5/2001	96	0	109	NW/4-157A	2/24/2004	pending	pending
Federal I 10 (Note 6)	31033	J-10-29N-14W	SF-078110	Federal	NA	Harper Hill FR Sand-PC	8/28/2002	139	0	63	SE/4-160A	2/24/2004	pending	pending
Federal I 90 (Note 6)	29891	E-11-29N-14W	SF-078110	Federal	NA	Basin Fruitland Coal	8/28/2002	163	0	8	W/2-316.11A	2/24/2004	pending	pending
Federal I 100 (old 6R - Note 6)	29891	B-1-29N-14W	SF-078110	Federal	NA	Basin Fruitland Coal	7/17/2001	96	0	22	N/2-320A	2/24/2004	pending	pending
Federal I 101	pending	N-1-29N-14W	SF-078110	Federal	NA	Basin Fruitland Coal	Loc. B	150*	0	100*	S/2-320A	2/24/2004	pending	pending
King Com 2	pending	J-1-29N-14W	SF-078110	Federal	Pending	Harper Hill FR Sand-PC	Loc. B	150*	0	100*	SE/4-160.13A	2/24/2004	pending	pending
WELLS PREVIOUSLY APPROVED FOR TABOR GATHERING SYSTEM (23 wells)														
Beyond Petroleum Com 90	30769	L-26-30N-14W	NM-33050	Federal	Pending	Basin Fruitland Coal	12/13/2001	253	0	61	W/2-320A	8/14/2001	12/13/2001	9/4/2001
Com 1	88722	J-2-29N-14W	LG-3736	State	NMNM1272	Basin Fruitland Coal	12/11/1990	99	0	44	E/2-316.65A	8/14/1999	10/1/1999	9/9/1999
Com 1E	23940	A-2-29N-14W	LG-3736	State	14080017785	Basin Dakota	12/8/1979	35	0	0.03	E-2-316.65A	7/12/1996	7/30/1996	7/17/1996
Com 2 (Note 4)	23198	A-2-29N-14W	LG-3736	State	State C.A.	Harper Hill FR Sand-PC	10/21/1978	0	0	0	NE-156.65A	7/12/1996	7/30/1996	7/17/1996
Com 2R (Note 4)	30576	B-2-29N-14W	B-11242	State	State C.A.	Harper Hill FR Sand-PC	5/15/2001	52	0	78	NE/4-156.65A	8/14/2001	12/13/2001	9/4/2001
Com 3	23267	J-2-29N-14W	LG-3736	State	SMR1419	Harper Hill FR Sand-PC	3/14/1979	4	0	0.03	SE/4-160A	9/1/1999	10/1/1999	9/9/1999
Com 4	29886	C-2-29N-14W	B-11242	State	NMNM103068	Harper Hill FR Sand-PC	12/7/1999	151	0	51	NW-157.95A	3/29/2000	7/5/2000	4/27/2000
Com 91	29835	L-2-29N-14W	B-54117	State	NMNM103067	Basin Fruitland Coal	12/6/1999	69	0	62	W/2-317.95A	5/30/2000	7/7/2000	6/27/2000
Federal I 7	30181	J-3-29N-14W	SF-078110	Federal	N/A	Harper Hill FR Sand-PC	7/14/2000	74	0	33	SE/4-160A	5/30/2000	7/7/2000	6/27/2000
Federal I 8	30178	C-11-29N-14W	SF-078110	Federal	N/A	Harper Hill FR Sand-PC	8/9/2000	213	0	4	NW/4-160A	5/30/2000	7/7/2000	6/27/2000
Federal I 98	30180	B-10-29N-14W	SF-078110	Federal	N/A	Basin Fruitland Coal	7/31/2000	55	0	53	E/2-320A	5/30/2000	7/7/2000	6/27/2000
Federal I 99	29989	H-3-29N-14W	SF-078110	Federal	N/A	Basin Fruitland Coal	12/9/1999	113	0	23	E-2-318.45A	3/29/2000	7/5/2000	4/27/2000
Horace Smith 1R	24346	L-26-30N-14W	NM-0206954	Federal	SCR248	Basin Dakota	1/18/1981	33	0	0.03	S/2-320A	8/14/2001	12/13/2001	9/4/2001
Jacobs 2	23842	C-26-30N-14W	NM-33050	Federal	N/A	Basin Dakota	1/7/1979	4.9	0	0.03	N/2-320A	8/14/2001	12/13/2001	8/29/2001
Jacobs 3	30590	C-26-30N-14W	NM-33050	Federal	N/A	Harper Hill FR Sand-PC	6/5/2001	212	0	32	NW/4-160A	8/14/2001	12/13/2001	9/4/2001
Jacobs Com 90 (Note 5)	30598	G-26-30N-14W	NM-33050	Federal	Pending	Basin Fruitland Coal	6/5/2001	151	0	31	320A NSPU	8/14/2001	12/13/2001	9/29/2001
Jiggs 1	30183	E-35-30N-14W	NM-0206985	Federal	N/A	Harper Hill FR Sand-PC	11/17/2000	94	0	52	NW-160A	6/30/2000	7/5/2000	7/12/2000
Jiggs 2	30177	L-35-30N-14W	NM-0206985	Federal	N/A	Harper Hill FR Sand-PC	7/25/2000	187	0	50	SE-172.49A	6/30/2000	7/5/2000	7/7/2000
King Com 90	29883	B-11-29N-14W	FEE	FEE	NMNM102963	Basin Fruitland Coal	6/15/1999	20	0	2	E/2-320.13A	9/1/1999	9/19/1999	9/22/1999
Mayne 4R	30591	O-27-30N-14W	NM-44663	Federal	N/A	Harper Hill FR Sand-PC	6/5/2001	132	0	30	SE/4-160A	8/14/2001	12/13/2001	9/4/2001
Stella Needs a Com 2	30574	D-26-30N-14W	B-11242	State	State C.A.	Harper Hill FR Sand-PC	4/11/2001	126	0	43	NW/4-160A	8/14/2001	12/13/2001	8/29/2001
Tabor Com 90	29894	H-35-30N-14W	NM-33051	Federal	NMNM102962	Basin Fruitland Coal	12/6/1999	116	0	25	E-2-332.49A	3/29/2000	7/5/2000	4/27/2000
Winfred Com 90 (Note 5)	30577	G-26-30N-14W	FEE	FEE	Pending	Basin Fruitland Coal	5/15/2001	51	0	48	320.36A NSPU	8/14/2001	12/13/2001	9/29/2001
WELLS PREVIOUSLY APPROVED FOR FEDERAL I GATHERING SYSTEM (6 wells)														
Camp David Com 1	28428	G-36-30N-14W	VA-310	State	State C.A.	Basin Fruitland Coal	11/10/1991	169	0	67	E/2-323.59A	8/19/1997	9/22/1997	8/26/1997
Federal I 4	20397	C-1-29N-14W	SF-078110	Federal	N/A	Harper Hill FR Sand-PC	10/3/1969	0	0	0	NW/4-157A	8/19/1997	9/22/1997	8/26/1997
Federal I 5R	29351	J-1-29N-14W	SF-078110	Federal	N/A	Harper Hill FR Sand-PC	12/16/1996	123	0	115	SE/4-160A	8/19/1997	9/22/1997	8/26/1997
Federal I 6 & 8 & 10 & 2000	23207	G-1-29N-14W	SF-078110	Federal	N/A	Harper Hill FR Sand-PC	2/22/1979	0	0	0	NE/4-160A	8/19/1997	9/22/1997	8/26/1997
OHenry 1	08958	N-36-30N-14W	E-6714	State	State C.A.	Basin Fruitland Coal	6/27/1991	8	0	27	W/2-320A	8/19/1997	9/22/1997	8/26/1997
Winfred 2 & 4 & 8 & 2002	23200	G-35-30N-14W	FEE	FEE	SCR-141	Harper Hill FR Sand-PC	3/15/1979	0	0	0	NE/4-160A	8/19/1997	9/22/1997	8/26/1997

Notes: N/A = Not Needed  
 1) Loc. = proposed general location  
 Loc. A = proposed location - slaked  
 Loc. B = proposed location - APD submitted  
 2) Average production presents data for December, 2003. \* = well not producing 1/1/04. Rates are from completion testing or production and/or testing subsequent to 1/1/04. Production for proposed locations represents anticipated production.  
 3) Application for surface commingling (SC), off-lease measurement and sale (OLM & S) of natural gas. Applications are subject to approvals by the Bureau of Land Management (BLM), New Mexico State Land Office (NMSLO), and the New Mexico Oil Conservation Division (NMOCD). NMOCD's most recent order = 3rd Amended Commingling Order (Corrected) PLG-173 dated 12/19/01 for wells on the Tabor Gathering System and NMOCD Order R-10923 dated 12/27/97 for wells on the Federal I Gathering System.  
 4) The Com No. 2R was drilled to replace the Com No. 2. Production from the Com No. 2 averaged 27 mcf/d and was shut in 7/14/01 with deliveries to the Tabor Gathering System being suspended during testing of the Com No. 2R. NMOCD rules will not allow both wells to produce simultaneously. It is our desire to have both wells approved for operation on the Tabor Gathering System; however until special pool rules are established that will allow both wells to produce simultaneously, we plan to leave the No. 2 shut in.  
 5) NMOCD Order R-11461 established 320A non-standard spacing units for the Jacobs Com No. 90 (NE/4 Section 26 plus NW/4 Section 25), and the Winfred Com No. 90 (SE/4 Section 26 plus SW/4 Section 25).  
 6) Connection Cumulative Production: 1-1-04

Well Name	Date	mcf	BO	BW
Camp David Com 1S	1/31/2004	0	0	0
Camp David Com 2	5/23/2001	120,553	0	50,413
Cline 1R	5/3/2002	111,830	0	96,666
Federal I 4R	7/26/2001	85,776	0	80,570
Federal I 10	9/19/2002	65,793	0	31,815
Federal I 90	9/23/2002	48,826	0	5,468
Federal I 100	9/27/2001	38,368	0	40,935

LEASE LEGEND		
Letter	Lease Name	Lease Number
A	Camp David	VA-316
B	Camp David Com	E-3149
C	Com/O'Henry	E-8714, B 4 & 6
D	Com Lease 2	LG-3738
E	Com Lease 3	B-11242
F	Com Lease 4	E-2528-9
G	Com Lease 5	E-3555-8
H	Com Lease 6	V-5411
I	Com Lease 7	NM-101892
J	Federal I	SF-078110
K	Jiggs	NM-020885
L	King	Fee
M	Stella Needs a Com	B-011571-47
N	Tabor	NM-33051
O	Winifred	Fee
Q	Jacobs	NM-33050
R	Carpenter	NM-020884
S	Com Lease 8	NM-28781
T	Mayre	NM-4465
U	Gooding/King	NM-23072
V	Gooding/King	Fee
W	Jensen, et al	Fee
X	Cline	Fee



**ATTACHMENT NO. 1**  
 Dugan Production Corp.  
 Tabor Gas Gathering System 2-16-04  
 (Consolidated Federal I, King & Tabor Systems)  
 CDP Gas Sales Meter @ Com 1E (A-2-29N-14W)  
 Gufferra Meter No. 90887  
 San Juan County, New Mexico  
 Proposed System Additions



**ATTACHMENT NO. 3 – PAGE 2 OF 26**  
**Dugan Production Corp.**  
**Beyond Petroleum Com #90**  
**Basin Fruitland Coal**  
**Well Location: NWSW 26, T-30N, R-14W**  
**Spacing Unit: W/2 (320.0A)**  
**San Juan County, New Mexico**

<u>INTEREST OWNER</u>	<u>INTEREST%</u>	
	<u>Gross</u>	<u>Net</u>
<u>Working Interest</u>		
Dugan Production Corp.	56.250000	48.093750
BP America 501 Westlake Park Blvd. Houston, TX 77079-3092	25.000000	20.625000
Jim & Mary Lou Jacobs Living Trust 3505 Crescent Avenue Farmington, NM 87401	18.750000	16.031250
<u>Royalty</u>		
USA-Bureau of Land Management 1235 La Plata Highway Farmington, NM 87401	-0-	12.500000
<u>Overriding Royalty Interest</u>		
F. H.Carpenter P. O. Box 608 Sourlake, TX 77659	-0-	1.250000
Winifred & Forrest Jacobs 1000 SW Santa Fe Lake Road Towanda, KS 67144-9213	-0-	1.500000
<b>TOTAL WELL</b>	<b>100.000000</b>	<b>100.000000</b>

**ATTACHMENT 3 – PAGE 3 OF 26  
Dugan Production Corp.**

<u>Well Name</u>	<u>Pool</u>	<u>Location</u>	<u>Spacing Unit</u>
Camp David Com #1	Basin Fruitland Coal	SWNE 36-30N-14W	E/2-323.59A
Camp David Com #1S	Basin Fruitland Coal	NESE 36-30N-14W	E/2-323.59A

**INTEREST OWNERS**

	<u>INTEREST%</u>	
	<u>Gross</u>	<u>Net</u>
<u>Working Interest</u>		
Dugan Production Corp.	100.000000	83.259378
<u>Royalty</u>		
State of New Mexico State Land Office P. O. Box 1148 Santa Fe, NM 87504-1148	-0-	12.500000
<u>Overriding Royalty Interest</u>		
ConocoPhillips 600 N. Dairy Ashford Houston, TX 77079-1175	-0-	0.683929
Curtis J. Little Estate P. O. Box 1258 Farmington, NM 87499-1258	-0-	0.514015
Petroquest, Inc. P. O. Box 2217 Farmington, NM 87499-2217	-0-	0.514015
ChevronTexaco P. O. Box 36366 Houston, TX 77236	-0-	2.528663
<b><u>TOTAL WELL</u></b>	<b><u>100.000000</u></b>	<b><u>100.000000</u></b>

**ATTACHMENT NO. 3 – PAGE 4 OF 26**  
**Dugan Production Corp.**  
**Camp David Com #2**  
**Harper Hill Fruitland Sand PC**  
**Well Location: SWSE 36, T-30N, R-14W**  
**Spacing Unit: SE/4-160.0A)**  
**San Juan County, New Mexico**

<u>INTEREST OWNER</u>	<u>INTEREST%</u>	
	<u>Gross</u>	<u>Net</u>
<u>Working Interest</u> Dugan Production Corp.	100.000000	81.180729
<u>Royalty</u> State of New Mexico State Land Office P. O. Box 1148 Santa Fe, NM 87504-1148	-0-	12.500000
<u>Overriding Royalty Interest</u> Estate of Anne B. Little c/o Wells Fargo O&G Trust P. O. Box 5383 Denver, CO 80217	-0-	0.765972
Curtis J. Little Estate P. O. Box 1258 Farmington, NM 87499-1258	-0-	0.765972
ChevronTexaco P. O. Box 36366 Houston, TX 77236	-0-	4.787327
<b>TOTAL WELL</b>	<b>100.000000</b>	<b>100.000000</b>

**ATTACHMENT 3 – PAGE 5 OF 26**  
**Dugan Production Corp.**  
**Cline #1R**  
**Twin Mounds Fruitland Sand PC**  
**Well Location: SESE 33, T-30N, R-14W**  
**Spacing Unit: SE/4-171.93A**  
**San Juan County, New Mexico**

<u>INTEREST OWNER</u>	<u>INTEREST%</u>	
	<u>Gross</u>	<u>Net</u>
<u>Working Interest</u>		
Dugan Production Corp.	76.734718	67.142900
ConocoPhillips 600 N. Dairy Ashford Houston, TX 77079	23.265282	19.193900
<u>Royalty</u>		
USA-Bureau of Land Management 1235 La Plata Highway Farmington, NM 87401	-0-	2.908200
Lisa Diane Clancy 2016 Delwood Avenue Durango, CO 81301	-0-	3.197267
Gary Alan Cline P. O. Box 1227 Kirtland, NM 87417-1227	-0-	3.197266
Robin Lynn Fleming 5420 Villa View Drive Farmington, NM 87402	-0-	3.197267
<u>Overriding Royalty Interest</u>		
John N. Eddy P. O. Box 2104 Santa Fe, NM 87501	-0-	0.058200
Nathan Greer Education Trust c/o Nanette Greer Family Trust 97 Apache Ridge Santa Fe, NM 87505	-0-	0.058200
Hanson-McBride Petroleum Co. A New Mexico Limited Partnership P. O. Box 1515 Roswell, NM 88201-1515	-0-	0.523400
Paul Slayton P. O. Box 2035 Roswell, NM 88202-2035	-0-	0.523400
<b>TOTAL WELL</b>	<b>100.000000</b>	<b>100.000000</b>

**ATTACHMENT NO. 3 – PAGE 6 OF 26**  
**Dugan Production Corp.**  
**Com #1**  
**Basin Fruitland Coal**  
**Well Location: NWSE 2, T-29N, R-14W**  
**Spacing Unit: E/2-316.65A**  
**San Juan County, New Mexico**

<u>INTEREST OWNER</u>	<u>INTEREST%</u>	
	<u>Gross</u>	<u>Net</u>
<u>Working Interest</u> Dugan Production Corp.	100.000000	84.523680
<u>Royalty</u> USA-Bureau of Land Management 1235 La Plata Highway Farmington, NM 87401	-0-	3.158070
New Mexico State Land Office P. O. Box 1148 Santa Fe, NM 87504-1148	-0-	7.762910
Rilla E. King P. O. Box 186 Dolores, CO 81325	-0-	1.579030
<u>Overriding Royalty Interest</u> Marsha Henderson Collins 2905 N. Montana Ave. #30216 Helena, MT 59601	-0-	0.060780
ConocoPhillips 600 N. Dairy Ashford Houston, TX 77079	-0-	2.368550
Louise Adair McDougal Hadley 236 Bluff Road Cedar Point, NC 28584	-0-	0.121550
Anne S. Henderson 7611 Maple Ave., Apt 811 Silver Spring, MD 20912	-0-	0.121550
Robin (Robert) Thomas Henderson 5028 River Road Bethesda, MD 20016	-0-	0.060780
Charles Alan McDougal 7928 Rooksley Court Raleigh, NC 27615	-0-	0.121550
Robert Bruce McDougal 6608 Penny Lane Bartlesville, OK 74006	-0-	0.121550
<b>TOTAL WELL</b>	<b>100.000000</b>	<b>100.000000</b>

**ATTACHMENT NO. 3 – PAGE 7 OF 26**  
**Dugan Production Corp.**  
**Com #1E**  
**Basin Fruitland Coal**  
**Well Location: NENE 2, T-29N, R-14W**  
**Spacing Unit: E/2-316.65A**  
**San Juan County, New Mexico**

<u>INTEREST OWNER</u>	<u>INTEREST%</u>	
	<u>Gross</u>	<u>Net</u>
<u>Working Interest</u>		
Dugan Production Corp.	93.683880	81.365620
ConocoPhillips 600 N. Dairy Ashford Houston, TX 77079	6.316120	5.526610
<u>Royalty</u>		
USA-Bureau of Land Management 1235 La Plata Highway Farmington, NM 87401	-0-	3.158070
New Mexico State Land Office P. O. Box 1148 Santa Fe, NM 87504-1148	-0-	7.762910
Rilla E. King P. O. Box 186 Dolores, CO 81325	-0-	1.579030
<u>Overriding Royalty Interest</u>		
Marsha Henderson Collins 2905 N. Montana Ave. #30216 Helena, MT 59601	-0-	0.060780
Louise Adair McDougal Hadley 236 Bluff Road Cedar Point, NC 28584	-0-	0.121550
Anne S. Henderson 7611 Maple Ave., Apt 811 Silver Spring, MD 20912	-0-	0.121550
Robin (Robert) Thomas Henderson 5028 River Road Bethesda, MD 20016	-0-	0.060780
Charles Alan McDougal 7928 Rooksley Court Raleigh, NC 27615	-0-	0.121550
Robert Bruce McDougal 6608 Penny Lane Bartlesville, OK 74006	-0-	0.121550
<b>TOTAL WELL</b>	<b>100.000000</b>	<b>100.000000</b>

**ATTACHMENT 3 – PAGE 8 OF 26  
Dugan Production Corp.**

<u>Well Name</u>	<u>Pool</u>	<u>Location</u>	<u>Spacing Unit</u>
Com #2	Harper Hill FR Sand PC	NENE 2-29N-14W	NE/4 – 316.65A
Com #2R	Harper Hill FR Sand PC	NWNE 2-29N-14W	NE/4 – 316.65A

<u>INTEREST OWNER</u>	<u>INTEREST %</u>	
	<u>Gross</u>	<u>Net</u>
<u>Working Interest</u> Dugan Production Corp.	100.000000	79.887810
<u>Royalty</u> New Mexico State Land Office P. O. Box 1148 Santa Fe, NM 87504-1148	-0-	12.500000
<u>Overriding Royalty Interest</u> Marsha Henderson Collins 2905 N. Montana Ave. #30216 Helena, MT 59601	-0-	0.122860
ConocoPhillips 600 N. Dairy Ashford Houston, TX 77079	-0-	6.383660
Louise Adair McDougal Hadley 236 Bluff Road Cedar Point, NC 28584	-0-	0.245703
Anne S. Henderson 7611 Maple Ave. Apt #811 Silver Spring, MD 20912	-0-	0.245700
Robin (Robert) Thomas Henderson 5028 River Road Bethesda, MD 20016	-0-	0.122860
Charles Alan McDougal 7928 Rooksley Ct. Raleigh, NC 27615	-0-	0.245703
Robert Bruce McDougal 6608 Penny Lane Bartlesville, OK 74006	-0-	0.245704
<b>TOTAL WELL</b>	<b>100.000000</b>	<b>100.000000</b>

**ATTACHMENT NO. 3 – PAGE 9 OF 26**  
**Dugan Production Corp.**  
**Com #3**  
**Harper Hill Fruitland Sand PC**  
**Well Location: NWSE 2, T-29N, R-14W**  
**Spacing Unit: SE/4-160.0A**  
**San Juan County, New Mexico**

<u>INTEREST OWNER</u>	<u>INTEREST%</u>	
	<u>Gross</u>	<u>Net</u>
<u>Working Interest</u>		
Dugan Production Corp.	100.000000	87.500000
<u>Royalty</u>		
USA-Bureau of Land Management 1235 La Plata Highway Farmington, NM 87401	-0-	6.250000
State of New Mexico P. O. Box 1148 Santa Fe, NM 87504-1148	-0-	3.125000
Rilla E. King P. O. Box 186 Dolores, CO 81325	-0-	3.125000
<u>Overriding Royalty Interest</u>	-0-	-0-
<b>TOTAL WELL</b>	<u>100.000000</u>	<u>100.000000</u>

**ATTACHMENT NO. 3 – PAGE 10 OF 26**  
**Dugan Production Corp.**  
**Com #4**  
**Harper Hill Fruitland Sand PC**  
**Well Location: NENW 2, T-29N, R-14W**  
**Spacing Unit: NW/4-157.95A**  
**San Juan County, New Mexico**

<u>INTEREST OWNER</u>	<u>INTEREST%</u>	
	<u>Gross</u>	<u>Net</u>
<u>Working Interest</u>		
Dugan Production Corp.	100.000000	78.709678
<u>Royalty</u>		
USA-Bureau of Land Management 1235 La Plata Highway Farmington, NM 87401	-0-	3.097499
State of New Mexico P. O. Box 1148 Santa Fe, NM 87504-1148	-0-	9.402501
<u>Overriding Royalty Interest</u>		
James A. Borland 222 Fourteenth Street NW Albuquerque, NM 87104	-0-	2.395571
Marsha Henderson Collins 2905 N. Montana Ave. #30216 Helena, MT 59601	-0-	0.122855
ConocoPhillips 600 N. Dairy Ashford Houston, TX 77079	-0-	2.374169
Louise Adair McDougal Hadley 235 Bluff Road Cedar Point, NC 28584	-0-	0.245711
Anne S. Henderson 7611 Maple Ave., Apt. #811 Silver Spring, MD 20912	-0-	0.245711
Robin (Robert) Thomas Henderson 5028 River Road Bethesda, MD 20015	-0-	0.122854
Elsye L. Kilgore Trust – BAD ADDRESS c/o Sunwest Trust P. O. Box 26900 Albuquerque, NM 87103	-0-	0.446347
Lee W. Kilgore Trust – BAD ADDRESS c/o Sunwest Trust P. O. Box 26900 Albuquerque, NM 87103	-0-	0.446347
Charles Alan McDougal 7928 Rooksley Court Raleigh, NC 27615	-0-	0.245711
Robert Bruce McDougal 6608 Penny Lane Bartlesville, OK 74006	-0-	0.245711
Texon Energy Corporation - BAD ADDRESS Department No. 1041 P. O. Box 4554 Houston, TX 77210-4554	-0-	1.899335
<b>TOTAL WELL</b>	<b>100.000000</b>	<b>100.000000</b>

ATTACHMENT NO. 3 – PAGE 11 OF 26  
 Dugan Production Corp.  
 Com #91  
 Basin Fruitland Coal  
 Well Location: NWSW 2, T-29N, R-14W  
 Spacing Unit: W/2-317.95A  
 San Juan County, New Mexico

INTEREST OWNER	INTEREST%	
	Gross	Net
<u>Working Interest</u> Dugan Production Corp.	100.000000	77.732655
<u>Royalty</u> USA-Bureau of Land Management 1235 La Plata Highway Farmington, NM 87401	-0-	1.538764
State of New Mexico P. O. Box 1148 Santa Fe, NM 87504-1148	-0-	11.485427
<u>Overriding Royalty Interest</u> W. H. Atkins 2209 North Parkwood Harlingen, TX 78550	-0-	0.044229
John W. Barringer 1054 Lynnwood Blvd. Nashville, TN 37215	-0-	0.235886
Lewis T. Barringer, Jr. 192 Sayre Drive Princeton, NJ 08540	-0-	0.235886
James A. Borland 222 Fourteenth Street NW Albuquerque, NM 87104	-0-	1.190063
JoAnne Callan 1028 Santa Florencia Solano Beach, CA 92075	-0-	0.073714
Megan Callan 3576 Seahorn Circle San Diego, CA 92130	-0-	0.019657
Marsha Henderson Collins 2905 N. Montana Ave. #30216 Helena, MT 59601	-0-	0.061032
ConocoPhillips 600 N. Dairy Ashford Houston, TX 77079	-0-	2.358861
Evko Development Co. 4710 Cabrillo Street San Francisco, CA 94121	-0-	3.145149
Louise Adair McDougal Hadley 236 Bluff Road Cedar Point, NC 28584	-0-	0.122063
Anne S. Henderson 7611 Maple Ave., Apt. #811 Silver Spring, MD 20912	-0-	0.122063
Robin (Robert) Thomas Henderson 5028 River Road Bethesda, MD 20016	-0-	0.061032
Elsye L. Kilgore Trust – BAD ADDRESS c/o Sunwest Trust Dept. P. O. Box 26900 Albuquerque, NM 87103	-0-	0.183095
Lee W. Kilgore Trust – BAD ADDRESS c/o Sunwest Trust Dept. P. O. Box 26900 Albuquerque, NM 87103	-0-	0.183095
Charles Alan McDougal 7928 Rooksley Ct. Raleigh, NC 27615	-0-	0.122063
Robert Bruce McDougal 6608 Penny Lane Bartlesville, OK 74008	-0-	0.122063
Lynn M. Shaw 1490 Memory Lane KallsPELL, MT 59901-5108	-0-	0.019658
Taxon Energy Corp. - BAD ADDRESS Department No. 1041 P. O. Box 4554 Houston, TX 77210-4554	-0-	0.943545
<b>TOTAL WELL</b>	<b>100.000000</b>	<b>100.000000</b>

**ATTACHMENT 3 – PAGE 12 OF 26  
Dugan Production Corp.**

<u>Well Name</u>	<u>Pool</u>	<u>Location</u>	<u>Spacing Unit</u>
Federal I #4	Harper Hill FR Sand PC	NENW 1-29N-14W	NW/4-157.0A
Federal I #4R	Harper Hill FR Sand PC	NWNW 1-29N-14W	NW/4-157.0A
Federal I #5R	Harper Hill FR Sand PC	NWSE 1-29N-14W	SE/4-160.0A
Federal I #6	Harper Hill FR Sand PC	SWNE 1-29N-14W	NE/4-160.0A
Federal I #7	Harper Hill FR Sand PC	NWSE 3-29N-14W	SE/4-160.0A
Federal I #8	Harper Hill FR Sand PC	NENW 11-29N-14W	NW/4-160.0A
Federal I #10	Harper Hill FR Sand PC	NWSE 10-29N-14W	SE/4-160.0A
Federal I #90	Basin Fruitland Coal	SWNW 11-30N-14W	W/2-316.11A
Federal I #98	Basin Fruitland Coal	NWNE 10-29N-14W	E/2-320.0A
Federal I #99	Basin Fruitland Coal	SENE 3-29N-14W	E/2-318.45A
Federal I #100	Basin Fruitland Coal	NWNE 1-29N-14W	N/2-320.0A
Federal I #101	Basin Fruitland Coal	SESW 1-29N-14W	S/2-370.0A

**INTEREST OWNERS**

	<u>INTEREST%</u>	
	<u>Gross</u>	<u>Net</u>
<u>Working Interest</u>		
Dugan Production Corp.	100.000000	87.500000
<u>Royalty</u>		
USA-Bureau of Land Management 1235 La Plata Highway Farmington, NM 87401	-0-	12.500000
<u>Overriding Royalty</u>		
	-0-	-0-
<b><u>TOTAL WELL</u></b>	<b><u>100.000000</u></b>	<b><u>100.000000</u></b>

**ATTACHMENT NO. 3 – PAGE 13 OF 26**  
**Dugan Production Corp.**  
**Federal I Com #9**  
**Harper Hill Fruitland Sand PC**  
**Well Location: NENW 12-29N-14W**  
**Spacing Unit: NW/4 (160.0A)**  
**San Juan County, New Mexico**

<u>INTEREST OWNER</u>	<u>INTEREST%</u>	
	<u>Gross</u>	<u>Net</u>
<u>Working Interest</u>		
Dugan Production Corp.	100.000000	87.500000
<u>Royalty</u>		
USA-Bureau of Land Management 1235 La Plata Highway Farmington, NM 87401	-0-	6.250000
Richard C. Akins 1309 Dewey Lane Alamogordo, NM 88310	-0-	1.562500
Colleen McSparron 2541 Landcaster Drive Arroyo Grande, CA 93420	-0-	1.562500
LaRue Schenck 3016 Crestridge Farmington, NM 87401	-0-	1.562500
Geraldine Sterling P. O. Box 74 Farmington, NM 87499-0074	-0-	1.562500
<u>Overriding Royalty Interest</u>		
	-0-	-0-
<b>TOTAL WELL</b>	<u>100.000000</u>	<u>100.000000</u>

**ATTACHMENT 3 – PAGE 14 OF 26**  
**Dugan Production Corp.**

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Initially presented Federal I Com wells No. 102 & 103, however interest ownership has not been determined. These two wells will be added at a later date.

**ATTACHMENT NO. 3 – PAGE 15 OF 26**  
**Dugan Production Corp.**  
**Horace Smith #1R**  
**Basin Dakota**  
**Well Location: NESE 26, T-30N, R-14W**  
**Spacing Unit: S/2-320.0A**  
**San Juan County, New Mexico**

<u>INTEREST OWNER</u>	<u>INTEREST%</u>	
	<u>Gross</u>	<u>Net</u>
<u>Working Interest</u>		
Dugan Production Corp.	96.875000	79.765630
Jim & Mary Lou Jacobs Trust 3505 Crescent Avenue Farmington, NM 87401	3.125000	2.734370
<u>Royalty</u>		
USA-Bureau of Land Management 1235 La Plata Highway Farmington, NM 87401	-0-	9.375000
Patricia Harbin c/o Lisa Harbin 6401 Glendora Drive, NE Albuquerque, NM 87109-3620	-0-	1.562500
Joseph O. & Cicily M. Muench Family Tst Joseph O. Muench Trustee, Trust B P. O. Box 779 Placitas, NM 87043	-0-	1.562500
<u>Overriding Royalty Interest</u>		
BP America 501 Westlake Park Blvd. Houston, TX 77079-3092	-0-	1.875000
F. H. Carpenter P. O. Box 608 Sourlake, TX 77659	-0-	2.500000
Winifred & Forrest Jacobs 1000 SW Santa Fe Lake Road Towanda, KS 67144-9213	-0-	0.625000
<b>TOTAL WELL</b>	<b>100.000000</b>	<b>100.000000</b>

**ATTACHMENT NO. 3 – PAGE 16 OF 26**  
**Dugan Production Corp.**  
**Jacobs #2**  
**Basin Dakota**  
**Well Location: SWNE 26, T-30N, R-14W**  
**Spacing Unit: N/2-320.0A**  
**San Juan County, New Mexico**

<u>INTEREST OWNER</u>	<u>INTEREST%</u>	
	<u>Gross</u>	<u>Net</u>
<u>Working Interest</u>		
Dugan Production Corp.	87.500000	75.062500
Jim & Mary Lou Jacobs Living Trust 3505 Crescent Avenue Farmington, NM 87401	12.500000	10.937500
<u>Royalty</u>		
USA-Bureau of Land Management 1235 La Plata Highway Farmington, NM 87401	-0-	12.500000
<u>Overriding Royalty Interest</u>		
Winifred & Forrest Jacobs 1000 SW Santa Fe Lake Road Towanda, KS 67144-9213	-0-	1.500000
<b>TOTAL WELL</b>	<b>100.000000</b>	<b>100.000000</b>

**ATTACHMENT NO. 3 – PAGE 17 OF 26**  
**Dugan Production Corp.**  
**Jacobs #3**  
**Harper Hill Fruitland Sand/PC**  
**Well Location: NENW 26, T-30N, R-14W**  
**Spacing Unit: NW/4-160.0A**  
**San Juan County, New Mexico**

<u>INTEREST OWNER</u>	<u>INTEREST%</u>	
	<u>Gross</u>	<u>Net</u>
<u>Working Interest</u>		
Dugan Production Corp.	75.000000	64.125000
Jim & Mary Lou Jacobs Living Trust 3505 Crescent Avenue Farmington, NM 87401	25.000000	21.375000
<u>Royalty</u>		
USA-Bureau of Land Management 1235 La Plata Highway Farmington, NM 87401	-0-	12.500000
<u>Overriding Royalty Interest</u>		
Winifred & Forrest Jacobs 1000 SW Santa Fe Lake Road Towanda, KS 67144-9213	-0-	2.000000
<b>TOTAL WELL</b>	<b>100.000000</b>	<b>100.000000</b>

**ATTACHMENT NO. 3 – PAGE 18 OF 26**  
**Dugan Production Corp.**  
**Jacobs Com #90**  
**Basin Fruitland Coal**  
**Well Location: SWNE 26, T-30N, R-14W**  
**Spacing Unit: 320.0A NSPU (NE/4 Sec. 26 & NW/4 Sec. 25) NMOCD Order R-11461**  
**San Juan County, New Mexico**

<u>INTEREST OWNER</u>	<u>INTEREST%</u>	
	<u>Gross</u>	<u>Net</u>
<u>Working Interest</u>		
Dugan Production Corp.	87.500000	73.937500
Jim & Mary Lou Jacobs Living Trust 3505 Crescent Avenue Farmington, NM 87401	12.500000	10.687500
<u>Royalty</u>		
USA-Bureau of Land Management 1235 La Plata Highway Farmington, NM 87401	-0-	12.500000
<u>Overriding Royalty Interest</u>		
F. H. Carpenter P. O. Box 608 Sourlake, TX 77659	-0-	1.875000
Winifred & Forrest Jacobs 1000 SW Santa Fe Lake Road Towanda, KS 67144-9213	-0-	1.000000
<b><u>TOTAL WELL</u></b>	<u>100.000000</u>	<u>100.000000</u>

**ATTACHMENT 3 – PAGE 19 OF 26  
Dugan Production Corp.**

<u>Well Name</u>	<u>Pool</u>	<u>Location</u>	<u>Spacing Unit</u>
Jiggs #1	Harper Hill FR Sand PC	SWNW 35-30N-14W	NW/4-160.0A
Jiggs #2	Harper Hill FR Sand PC	NESE 35-30N-14W	SE/4-172.49A

**INTEREST OWNER**

	<u>INTEREST%</u>	
	<u>Gross</u>	<u>Net</u>
<u>Working Interest</u> Dugan Production Corp.	100.000000	71.933600
<u>Royalty</u> USA-Bureau of Land Management 1235 La Plata Highway Farmington, NM 87401	-0-	12.500000
<u>Overriding Royalty Interest</u> Blackstone Acquisitions Partners I, LP P. O. Box 4360 Houston, TX 77210-4360	-0-	0.566400
Burlington Resources Oil & Gas Co. P. O. Box 4289 Farmington, NM 87499-4289	-0-	12.500000
Linda Orvitz Palley 11352 Marjon Drive Nevada City, CA 95959	-0-	2.500000
<b><u>TOTAL WELL</u></b>	<b><u>100.000000</u></b>	<b><u>100.000000</u></b>

**ATTACHMENT NO. 3 – PAGE 20 OF 26  
DUGAN PRODUCTION CORP.**

<u>Well Name</u>	<u>Pool</u>	<u>Location</u>	<u>Spacing Unit</u>
King Com #2	Harper Hill FR Sand PC	NWSE 11-29N-14W	SE/4-160.13A
King Com #90	Basin Fruitland Coal	NWNE 11-29N-14W	E/2-320.13A
<u>INTEREST OWNER</u>	<u>King Com #2 INTEREST%</u>		<u>King Com #90 INTEREST%</u>
	<u>Gross</u>	<u>Net</u>	<u>Gross</u> <u>Net</u>
<u>Working Interest</u>			
Dugan Production Corp.	99.765815	87.045291	99.882860 87.272553
Lee Atchison P. O. Box 15069 Farmington, NM 87499	0.234185	0.234185	0.117140 0.117140
<u>Royalty</u>			
USA-Bureau of Land Mgmt 1235 La Plata Highway Farmington, NM 87401	-0-	6.255074	-0- 7.814403
Richard C. Akins 1309 Dewey Lane Alamogordo, NM 88310	-0-	0.585462	-0- 0.292850
Larry Dimmick 650 W. Main, Suite C Farmington, NM 87401	-0-	0.058546	-0- 0.029285
Joseph E. & Twila M. Gooding Tst Twila Gooding, Trustee 1009 Crestview Circle Farmington, NM 87401	-0-	1.561231	-0- 0.780933
Bill Jensen 613 Merino Kraal Farmington, NM 87401	-0-	0.058546	-0- 0.029285
Robert F. & Janice A. Johnston 605 Parkland Drive Aztec, NM 87410	-0-	0.029273	-0- 0.014642
Rilla E. King P. O. Box 186 Dolores, CO 81325	-0-	1.561231	-0- 2.342798
Colleen McSparron 2541 Landcaster Drive Arroyo Grande, CA 93420	-0-	0.585462	-0- 0.292850
Motor Property Partners 6515 Tevis Drive Bakersfield, CA 93309	-0-	0.374696	-0- 0.187424
Randall E. Presley P. O. Box 2200 Newport Beach, CA 92663	-0-	0.374696	-0- 0.187424
LaRue Schenck 3016 Crestridge Farmington, NM 87401	-0-	0.585462	-0- 0.292850
State Highway Department of NM P. O. Box 1149 Santa Fe, NM 87504-1149	-0-	0.105383	-0- 0.052713
Geraldine Sterling P. O. Box 74 Farmington, NM 87499-0074	-0-	0.585462	-0- 0.292850
<u>Overriding Royalty Interest</u>	-0-	-0-	-0- -0-
<b>TOTAL WELL</b>	<b>100.000000</b>	<b>100.000000</b>	<b>100.000000</b> <b>100.000000</b>

**ATTACHMENT NO. 3 – PAGE 21 OF 26**  
**Dugan Production Corp.**  
**Mayre #4R**  
**Harper Hill Fruitland Sand PC**  
**Well Location: SWSE 27, T-30N, R-14W**  
**Spacing Unit: SE/4-160.0A**  
**San Juan County, New Mexico**

INTEREST OWNER	INTEREST %	
	Gross	Net
<u>Working Interest</u> Dugan Production Corp.	100.000000	81.500000
<u>Royalty</u> USA-Bureau of Land Management 1235 La Plata Highway Farmington, NM 87401	-0-	12.500000
<u>Overriding Royalty Interest</u> F. L. & Mary O. Crane Living Trust F. L. & Mary O. Crane, Trustees 5203 Largo Street Farmington, NM 87402	-0-	2.000000
Virginia Gass c/o Sherman 1113 The Crossing Road O'Fallon, MO 63366-4455	-0-	1.000000
Jim & Mary Lou Jacobs Living Trust 3505 Crescent Ave. Farmington, NM 87401	-0-	2.000000
Bob Kenny 2518 Wembley Drive St. Louis, MO 63125-3617	-0-	1.000000
 <b>TOTAL WELL</b>	<b>100.000000</b>	<b>100.000000</b>

**ATTACHMENT NO. 3 – PAGE 22 OF 26**  
**Dugan Production Corp.**  
**O'Henry #1**  
**Basin Fruitland Coal**  
**Well Location: SESW 36, T-30N, R-14W**  
**Spacing Unit: W/2-320.0A**  
**San Juan County, New Mexico**

INTEREST OWNER	INTEREST %	
	Gross	Net
<u>Working Interest</u> Dugan Production Corp.	100.000000	70.239660
<u>Royalty</u> USA-Bureau of Land Management 1235 La Plata Highway Farmington, NM 87401	-0-	12.500000
<u>Overriding Royalty Interest</u> ConocoPhillips 600 N. Dairy Ashford Houston, TX 77079	-0-	15.043140
Edward A. & Juanita Lopez 782 North Broad Street San Luis Obispo, CA 93401	-0-	0.359500
Ruby Maculsay 873 Erie Street Oakland, CA 94610	-0-	0.119830
Martin A. Moe, Jr. 222 Gulfview Drive Islamorada, FL 33036	-0-	0.359500
James W. & Ella E. Post 1447 West 101 <sup>st</sup> Street Los Angeles, CA 90047	-0-	0.359500
Harper L. & Nellie A. Proctor – BAD ADDRESS 402 Masonic Temple Building Jacksonville, FL 32206	-0-	0.359500
Gisle W. Romo c/o Palmer W. Larson, Personal Representative 13505 SE River Road, Condo #336 Milwaukee, OR 97222	-0-	0.119830
Clara Sault c/o Palmer W. Larson, Personal Representative 13505 SE River Road, Condo #336 Milwaukee, OR 97222	-0-	0.119830
Ernest J. & Valerie M. Sill 30269 Cove View Street Sun City, CA 92587	-0-	0.419710
<b>TOTAL WELL</b>	<b>100.000000</b>	<b>100.000000</b>

**ATTACHMENT NO. 3 – PAGE 23 OF 26**  
**Dugan Production Corp.**  
**Stella Needs a Com #2**  
**Harper Hill Fruitland Sand PC**  
**Well Location: NWNW 36, T-30N, R-14W**  
**Spacing Unit: NW/4-160.0A**  
**San Juan County, New Mexico**

<u>INTEREST OWNERS</u>	<u>INTEREST%</u>	
	<u>Gross</u>	<u>Net</u>
<u>Working Interest</u>		
Dugan Production Corp.	100.000000	71.125000
<u>Royalty</u>		
State of New Mexico P. O. Box 1148 Santa Fe, NM 87504-1148	-0-	12.500000
<u>Overriding Royalty Interest</u>		
ConocoPhillips 600 N. Dairy Ashford Houston, TX 77079	-0-	15.250000
Edward A. & Juanita Lopez 782 North Broad Street San Luis Obispo, CA 93401	-0-	0.375000
Martin A. Moe, Jr. 222 Gulfview Drive Islamorada, FL 33036	-0-	0.375000
Harper L. & Nellie A. Proctor – BAD ADDRESS 402 Masonic Temple Building Jacksonville, FL 32206	-0-	0.375000
<b>TOTAL WELL</b>	<b>100.000000</b>	<b>100.000000</b>

**ATTACHMENT NO. 3 – PAGE 24 OF 26**  
**Dugan Production Corp.**  
**Tabor Com #90**  
**Basin Fruitland Coal**  
**Well Location: SENE 35, T-30N, R-14W**  
**Spacing Unit: E/2-332.49A**  
**San Juan County, New Mexico**

<u>INTEREST OWNER</u>	<u>INTEREST%</u>	
	<u>Gross</u>	<u>Net</u>
<u>Working Interest</u>		
Dugan Production Corp.	100.000000	79.237046
 <u>Royalty</u>		
USA-Bureau of Land Management 1235 La Plata Highway Farmington, NM 87401	-0-	9.492391
Patricia Harbin c/o Lisa Harbin 6401 Glendora Drive, NE Albuquerque, NM 87109-3620	-0-	1.503805
Joseph O. & Cicily Muench Family Trust Joseph O. Muench Trustee, Trust B P. O. Box 779 Placitas, NM 87043	-0-	1.503804
 <u>Overriding Royalty Interest</u>		
Burlington Resources Oil & Gas Co. P. O. Box 4289 Farmington, NM 87499-4289	-0-	6.484781
Winifred & Forrest Jacobs 1000 SW Santa Fe Lake Road Towanda, KS 67144-9213	-0-	0.481217
Estate of Samuel D. Orvitz Linda Orvitz Palley, Executrix 11352 Marjon Drive Nevada City, CA 95959	-0-	1.296956
 <b>TOTAL WELL</b>	<hr/> <b>100.000000</b>	<hr/> <b>100.000000</b>

**ATTACHMENT NO. 3 – PAGE 25 OF 26**  
**Dugan Production Corp.**  
**Winifred #2**  
**Harper Hill Fruitland Sand PC**  
**Well Location: SWNE 35, T-30N, R-14W**  
**Spacing Unit: NE/4-160.0A**  
**San Juan County, New Mexico**

<u>INTEREST OWNER</u>	<u>INTEREST%</u>	
	<u>Gross</u>	<u>Net</u>
<u>Working Interest</u>		
Dugan Production Corp.	100.000000	86.500000
<u>Royalty</u>		
USA-Bureau of Land Management 1235 La Plata Highway Farmington, NM 87401	-0-	6.250000
Patricia Harbin c/o Lisa Harbin 6401 Glendora Drive, NE Albuquerque, NM 87109-3620	-0-	3.125000
Joseph O. & Cicily Muench Family Trust Joseph O. Muench Trustee, Trust B P. O. Box 779 Placitas, NM 87043	-0-	3.125000
<u>Overriding Royalty Interest</u>		
Winifred & Forrest Jacobs 1000 SW Santa Fe Lake Road Towanda, KS 67144-9213	-0-	1.000000
<b>TOTAL WELL</b>	<u>100.000000</u>	<u>100.000000</u>

**ATTACHMENT NO. 3 – PAGE 26 OF 26**  
**Dugan Production Corp.**  
**Winifred Com #90**  
**Basin Fruitland Coal**  
**Well Location: SWSE 26, T-30N, R-14W**  
**Spacing Unit: - 320.36A NSPU (SE/4 Sec. 26, plus SW/4 Sec. 25) NMOCD Order R-11461**  
**San Juan County, New Mexico**

<u>INTEREST OWNER</u>	<u>INTEREST%</u>	
	<u>Gross</u>	<u>Net</u>
<u>Working Interest</u>		
Dugan Production Corp.	100.000000	80.757700
<u>Royalty</u>		
USA-Bureau of Land Management 1235 La Plata Highway Farmington, NM 87401	-0-	9.378600
Patricia Harbin c/o Lisa Harbin 6401 Glendora Drive, NE Albuquerque, NM 87109-3620	-0-	1.560700
Joseph O. & Cicily Muench Family Trust Joseph O. Muench Trustee, Trust B P. O. Box 779 Placitas, NM 87043	-0-	1.560700
<u>Overriding Royalty Interest</u>		
BP America Production Co. 601 Westlake Park Blvd. Houston, TX 77079-3092	-0-	3.745780
F. H. Carpenter P. O. Box 608 Sourlake, TX 77659	-0-	2.497100
Jim & Mary Lou Jacobs Living Trust 3505 Crescent Ave. Farmington, NM 87401	-0-	0.249710
Winifred & Forrest Jacobs 1000 SW Santa Fe Lake Road Towanda, KS 67144-9213	-0-	0.249710
<b><u>TOTAL WELL</u></b>	<b><u>100.000000</u></b>	<b><u>100.000000</u></b>

**ATTACHMENT NO. 4  
PRODUCTION SUMMARY  
WELLS CONNECTED TO DUGAN PRODUCTION'S  
TABOR & FEDERAL I GAS GATHERING SYSTEMS**

POOL NAME & CODE	AVERAGE BTU NONCOMMINGLED PRODUCTION ③	WELLS OR COMPLETIONS ①		POOL PRODUCTION ALL WELLS ②		AVERAGE PRODUCTION PER WELL ②		PEAK RATE PER WELL ②	
		TOTAL	ACTIVE	MCFD	BC/BOPD	MCFD	BC/BOPD	MCFD	BC/BOPD
Basin Dakota gas (71599)	1336	3	3	73	0	24.3	0	35	0
Basin Fruitland Coal gas (71629)	1028	13	13	1323	0	101.8	0	253	0
Harper Hill FR SN PC gas (78160)	1047	18	14	1721	0	122.9	0	213	0
Twin Mounds FR SN PC gas (86620)	1029	1	1	141	0	141.0	0	141	0
<b>Total - All Wells</b>	<b>1045</b>	<b>35</b>	<b>31</b>	<b>3258</b>	<b>0</b>	<b>105.0</b>	<b>0</b>	<b>253</b>	<b>0</b>

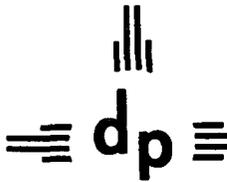
**Notes:**

- ① - Wells as of 1-1-04 (includes 23 wells authorized for Tabor, 6 wells authorized for Federal I, plus 6 wells that have been connected but not formally authorized).
- ② - Average production during 12/03. BC/BOPD = barrels of condensate or oil per day. The Dakota completions typically produce a small amount of condensate, however during the 12 months of 2003, no condensate was recovered from any of the 3 completions.
- ③ - Dry BTU @ 15,025 psi. Calculated BTU of commingled production = 1045 btu/scf.
- ④ - Calculated value of commingled production: commingling in the gathering system is necessary to get produced natural gas to a gas sales meter. CDP gas revenue and mmbtu will be allocated to individual wells using factors determined from the mmbtu produced from each well. Each well will be equipped with an allocation meter or an approved method of alternative measurement. During 12/03, production from the 35 existing completions averaged 105 mcf/d. There should be no loss in value to any well as a result of this commingling. Allocation procedures previously approved (reference Attachment No. 6) will also be used for all new wells added.

**Attachment No. 5**  
**Interest Ownership Notification**  
**Dugan Production Corp.'s Application dated 2/24/04**  
**Proposing the Addition of 10 wells plus the Consolidation of Gathering Systems**  
**Dugan Production's Tabor & Federal I Gas Gathering Systems**

As evidence that all interest ownership in the subject wells have been given notice of Dugan's application, attached is:

1. A copy of Dugan's transmittal letter dated 2/24/04 used to send copies of the subject application to the four working interest owners in addition to Dugan Production. Of the 39 wells (29 existing and 10 proposed), only seven existing, plus two proposed wells have working interest owners other than Dugan Production Corp. Dugan Production holds 100% of the working interest in 30 of the 39 wells. All letters were sent by certified mail with a return receipt requested. Upon receiving the cards, copies will be sent to the NMOCD.
2. Copy of Dugan's letter dated 2/23/04 used to send notice and a detailed description of the subject application to the 17 fee royalty plus 38 of the 45 overriding royalty interest owners. Complete copies of the application were offered to any of the fee royalty or ORRI owners desiring to receive a copy. All letters were sent by certified mail with a return receipt requested. Upon receiving the receipts, copies will be sent to the NMOCD. It should be noted that three of the ORRI owners (BP America, ConocoPhillips plus Jim & Mary Lou Jacobs) also have working interest ownerships and were not sent this letter since they received the complete application distributed in Item No. 1 above. In addition, four of the ORRI owners listed are known to have bad addresses and also were not sent copies of this letter. Their notice will be provided by the newspaper advertisement presented below in Item No. 3.
3. Copy of the newspaper advertisement scheduled to be published in the 2/25/04 issue of the Farmington Daily Times regarding the subject application. This publication is being made in anticipation that of the 68 interest owners, there will be at least one notice either returned for some reason or the return receipt will be lost in the mail. In addition, from other correspondence attempts, we know that four of the ORRI owner addresses are not current. We have attempted to locate these four ORRI owners, however to date have not been able to do so.



# dugan production corp.

Attachment  
No. 5  
Pg 2 of 7

February 24, 2004

**CERTIFIED RETURN**  
**RECEIPT REQUESTED**

Working Interest Owners  
Wells connected or to be connected to  
Dugan Production's Tabor & Federal I Gas Gathering Systems  
(Address List Attached)

Re: Proposed consolidation of Dugan's Tabor & Federal I Gas Gathering Systems,  
Addition of 10 wells plus the modification of allocation procedures on the Federal I Gathering System  
San Juan County, New Mexico

Dear Working Interest Owner,

According to our records, you have a working interest in one or more of the wells that is either currently connected or proposed to be connected to Dugan's Tabor and/or Federal I Gas Gathering System. The wells and interest owners are listed on the attached address list. Attached for your information and review is a complete copy of Dugan Production's application to the New Mexico Oil Conservation Division (NMOCD), Bureau of Land Management (BLM) and the State Land Office (SLO), requesting their approvals to add 10 wells to the Tabor Gas Gathering System which currently has 23 wells authorized. We are also proposing to consolidate Dugan Production's Federal I Gathering System (which currently has 6 wells authorize) with the Tabor Gathering System. This will require surface commingling of gas production from the subject wells, plus the sale of gas at an off-lease central delivery sales meter (CDP). In addition, we are proposing to change the allocation procedure currently approved for the Federal I Gathering System from using periodic well tests to using allocation meters installed on each well. This will allow all wells on the consolidated gathering system to use the same allocation procedure. Attachment No. 1 presents a map of the consolidated gathering system with additions highlighted in blue. Attachment No. 2 presents information for each of the wells. Dugan Production will install all equipment and will operate and maintain the gathering system and central battery facilities. As a working interest owner, your only costs associated with the gathering system will be a fee charged for gathering and compression. You will not be billed for any costs associated with installing the gathering system (including the allocation meters). Dugan Production's current company-wide gathering system fee is \$0.27/MMBTU, and our compression fee is \$0.09/MMBTU. These fees will be used until operating economics indicate the need for revisions. The wells to be added should not affect your interest in wells that are currently connected to the gathering system. This proposal will allow for optimum operations on all wells and will allow all wells to benefit from central compression which should keep wellhead operating pressures as low as possible. This method of operation will help to keep our operating expenses as low as possible, and will allow for the recovery of more of the gas reserves from each well.

This matter does not require any action on your part. Current NMOCD regulations require that all interest owners (those in the existing system and those being added) receive notice of proposed additions to gathering systems. Included in Dugan's application is a request that for future additions to the gathering system, only the interest owners in the wells to be added will require notification, provided the proposed additions will not adversely affect the existing wells. This will greatly simplify adding wells to the gathering system and should not affect the interests previously authorized to operate on the gathering system. Should you have any questions, need additional information, or have any concern as to our proposal, please let me know. Should you have an objection to our proposal, please let me know, or you can contact the New Mexico Oil Conservation Division directly at 1220 South St. Francis Drive, Santa Fe, NM 87505, and we would appreciate receiving a copy of your objection. Objections should be filed within 20 days after the NMOCD receives our application which will be approximately 2-26-04.

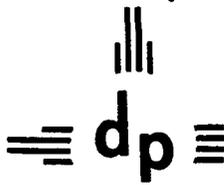
Sincerely,

John D. Roe  
Engineering Manager

JDR/tmf

Attachments

xc: New Mexico Oil Conservation Division, Bureau of Land Management, State Land Office



# dugan production corp.

Attachment  
No. 5  
Pg 3 of 7

February 23, 2004

**CERTIFIED RETURN  
RECEIPT REQUESTED**

Royalty & Overriding Royalty Interest Owners  
Wells connected or to be connected to  
Dugan Production's Tabor & Federal I Gas Gathering Systems  
(Address List Attached)

Re: Proposed consolidation of Dugan's Tabor & Federal I Gas Gathering Systems,  
Addition of 10 wells plus the modification of allocation procedures on the Federal I Gathering System  
San Juan County, New Mexico

Dear Interest Owner,

According to our records, you have a royalty and/or overriding royalty interest in one or more of the wells that is either currently connected or proposed to be connected to Dugan's Tabor and/or Federal I Gas Gathering System. The wells and interest owners are listed on the attached address list. Dugan Production is currently preparing an application to the New Mexico Oil Conservation Division (NMOCD), Bureau of Land Management (BLM) and the State Land Office (SLO), requesting their approvals to add 10 wells to the Tabor Gas Gathering System which currently has 23 wells authorized. We are also proposing to consolidate Dugan Production's Federal I Gathering System (which currently has 6 wells authorize) with the Tabor Gathering System. This will require surface commingling of gas production from the subject wells, plus the sale of gas at an off-lease central delivery sales meter (CDP). In addition, we are proposing to change the allocation procedure currently approved for the Federal I Gathering System from using periodic well tests to using allocation meters installed on each well. This will allow all wells on the consolidated gathering system to use the same allocation procedure. Attachment No. 1 presents a map of the consolidated gathering system with additions highlighted in blue. Attachment No. 2 presents information for each of the wells. Dugan Production will install all equipment and will operate and maintain the gathering system and central battery facilities. Since your interest in these wells is either a royalty or overriding royalty, there are no costs chargeable to you. The wells to be added should not affect your interest in wells that are currently connected to the gathering system. Should you have interest in the wells to be added, it will allow these wells to begin selling produced natural gas for the benefit of all interest owners. This proposal will allow for optimum operations on all wells and will allow all wells to benefit from central compression which should keep wellhead operating pressures as low as possible. This method of operation will help to keep our operating expenses as low as possible, and will allow for the recovery of more of the gas reserves from each well.

This matter does not require any action on your part. Current NMOCD regulations require that all interest owners (those in the existing system and those being added) receive notice of proposed additions to gathering systems. Included in Dugan's application is a request that for future additions to the gathering system, only the interest owners in the wells to be added will require notification, provided the proposed additions will not adversely affect the existing wells. This will greatly simplify adding wells to the gathering system and should not affect the interests previously authorized to operate on the gathering system. Should you have any questions, need additional information, desire to receive a complete copy of our application, or have any concern as to our proposal, please let me know. Should you have an objection to our proposal, please let me know, or you can contact the New Mexico Oil Conservation Division directly at 1220 South St. Francis Drive, Santa Fe, NM 87505, and we would appreciate receiving a copy of your objection. Objections should be filed within 20 days after the NMOCD receives our application which will be approximately 2-26-04.

Sincerely,

John D. Roe  
Engineering Manager

JDR/tmf

Attachments

xc: New Mexico Oil Conservation Division, Bureau of Land Management, State Land Office

**Consolidated Tabor Gas Gathering System Interest Owners Address List**

*(wells with ownership interest in parentheses)*

a=Beyond Petroleum Com 90; b=Camp David Com 1, 1S; c=Camp David Com 2; d=Cline 1R; e=Com 1; f=Com 1E; g=Com 2.2R; h=Com 3;  
i=Com 4; j=Com 91; k=Federal I 4.4R, 5R, 6, 7, 8, 10, 90, 98, 99, 100, 101; m=Horace Smith 1R; n=Jacobs 2; o=Jacobs 3; p=Jacobs Com 90; q=Jiggs 1, 2;  
r=King Com 2; s=King Com 90; t=Mayre 4R; u=O'Henry 1; v=Stella Needs a Com 2; w=Tabor Com 90;  
x=Winifred 2; y=Winifred Com 90; z=Federal I Com 9

**Working Interest Owners**

Dugan Production Corp. (all)  
P. O. Box 420  
Farmington, NM 87499-0420

BP America (a)  
501 Westlake Park Blvd.  
Houston, TX 77079-3092

Jim & Mary Lou Jacobs Living Trust (a,m,n,o,p)  
3505 Crescent Ave.  
Farmington, NM 87402

Lee Atchison (r,s)  
P. O. Box 15069  
Farmington, NM 87499-5069

ConocoPhillips (d,f)  
600 N. Dairy Ashford  
Houston, TX 77079

**Royalty Interest Owners**

Richard C. Akins (r,s,z)  
1309 Dewey Lane  
Alamogordo, NM 88310

Bill Jensen (r,s)  
613 Merino Kraal  
Farmington, NM 87401

LaRue Schenck (r,s,z)  
3016 Crestridge  
Farmington, NM 87401

Lisa Diane Clancy (d)  
2016 Delwood Ave.  
Durango, CO 81301

Robert F. & Janice A. Johnston (r,s)  
805 Parkland Drive  
Aztec, NM 87410

State of New Mexico (b,c,e,f,g,h,i,j,v)  
State Land Office  
P. O. Box 1148  
Santa Fe, NM 87504-1148

Gary Alan Cline (d)  
P. O. Box 1227  
Kirtland, NM 87417-1227

Rita King (e,f,h,r,s)  
P. O. Box 186  
Dolores, CO 81325

State Highway Department of NM (r,s)  
P. O. Box 1149  
Santa Fe, NM 87504-1149

Larry Dimmick (r,s)  
650 W. Main, Suite C  
Farmington, NM 87401

Colleen McSparron (r,s,z)  
2541 Landcaster Drive  
Arroyo Grande, CA 93420

Geraldine Sterling (r,s,z)  
P. O. Box 74  
Farmington, NM 87499-0074

Robin Lynn Fleming (d)  
5420 Villa View Drive  
Farmington, NM 87402

Motor Property Partners (r,s)  
6515 Tevis Drive  
Bakersfield, CA 93309

USA - BLM (a, d thru u, w thru z)  
1235 La Plata Highway  
Farmington, NM 87401

Joseph E. & Twila M. Gooding (r,s)  
Twila Gooding, Trustee  
1009 Crastview Circle  
Farmington, NM 87401

Joseph O. & Cicily Muench Family Trust (m,w,x,y)  
Joseph O. Muench Trustee, Trust B  
P. O. Box 779  
Piscataway, NJ 08703

Patricia Harbin (m,w,x,y)  
c/o Lisa Harbin  
6401 Glendora Drive NE  
Albuquerque, NM 87109-3620

Randall E. Presley (r,s)  
P. O. Box 2200  
Newport Beach, CA 92663

**Overriding Royalty Interest Owners**

W. H. Atkins (j)  
2208 North Parkwood  
Harlingen, TX 78550

Evko Development Co. (j)  
4710 Cabrillo Street  
San Francisco, CA 94121

Ruby Macaulay (u)  
873 Erie Street  
Oakland, CA 94610

John W. Barringer (j)  
1054 Lynnwood Blvd.  
Nashville, TN 37215

Virginia Gass (t)  
c/o Sherman  
1113 The Crossing Road  
O'Fallon, MO 63368-4455

Charles Alan McDougal (e,f,g,i,j)  
7928 Rooksley Court  
Raleigh, NC 27615

Lewis T. Barringer, Jr. (j)  
192 Sayre Drive  
Princeton, NJ 08540

Nathan Greer Education Trust (d)  
c/o Nanette Greer Farrelly  
97 Apache Ridge  
Santa Fe, NM 87505

Robert Bruce McDougal (e,f,g,i,j)  
6608 Penny Lane  
Bartlesville, OK 74006

Black Stone Acquisitions Partners I, LP (q)  
P. O. Box 4360  
Houston, TX 77210-4360

Louise Adair McDougal Hadley (e,f,g,i,j)  
236 Bluff Road  
Cedar Point, NC 28584

Martin A. Moe, Jr. (u,v)  
222 Gulfview Drive  
Islamorada, FL 33036

James A. Borland (i,j)  
222 Fourteenth Street NW  
Albuquerque, NM 87104

Hanson-McBride Petroleum Co. (d)  
A New Mexico Limited Partnership  
P. O. Box 1515  
Roswell, NM 88201-1515

Estate of Samuel D. Orvitz (w)  
Linda Orvitz Palley, Executrix  
11352 Marjon Drive  
Nevada City, CA 95959

BP America (m,y)  
501 Westlake Park Blvd.  
Houston, TX 77079-3092

Anne S. Henderson (e,f,g,i,j)  
7811 Maple Ave., Apt #811  
Silver Springs, MD 20912

Linda Orvitz Palley (q)  
11352 Marjon Drive  
Nevada City, CA 95959

Burlington Resources Oil & Gas Co. (q,w)  
P. O. Box 4289  
Farmington, NM 87499-4289

Robin (Robert) Thomas Henderson (e,f,g,i,j)  
5028 River Road  
Bethesda, MD 20016

Petroquest, Inc. (b)  
P. O. Box 2217  
Farmington, NM 87499-2217

JoAnne Callan (j)  
1028 Santa Florencia  
Solano Beach, CA 92075

Jim & Mary Lou Jacobs Living Trust (t,y)  
3505 Crescent Ave.  
Farmington, NM 87401

James & Ella Post (u)  
1447 West 101<sup>st</sup> Street  
Los Angeles, CA 90047

Megan Callan (j)  
3578 Seahorn Circle  
San Diego, CA 92130

Winifred & Forrest Jacobs (a,m,n,o,p,w,x,y)  
1000 SW Santa Fe Lake Road  
Towanda, KS 67144-9213

Harper & Nellie Proctor (u,v)  
402 Masonic Temple Building - BAD ADDRESS  
Jacksonville, FL 32206

F. H. Carpenter (a,m,p,y)  
P. O. Box 608  
Sourlake, TX 77659

Bob Kenny (t)  
2518 Wembley Drive  
St. Louis, MO 63125

Gisle W. Romo (u)  
c/o Palmer W. Larson, Personal Representative  
13505 SE River Road Condo #336  
Milwaukee, OR 97222

ChevronTexaco (b,c)  
P. O. Box 36366  
Houston, TX 77236

Elsye Kilgore Trust (i,j)  
c/o Sunwest Bank - BAD ADDRESS  
P. O. Box 26900  
Albuquerque, NM 87103

Clara Saulit (u)  
c/o Palmer W. Larson, Personal Representative  
13505 SE River Road Condo #336  
Milwaukee, OR 97222

Marsha Henderson Collins (e,f,g,i,j)  
2905 N. Montana Ave. #30216  
Helena, MT 59601

Lee W. Kilgore Trust (i,j)  
c/o Sunwest Bank - BAD ADDRESS  
P. O. Box 26900  
Albuquerque, NM 87103

Lynn M. Shaw (j)  
1490 Memory Lane  
Kalispell, MT 59901-5108

ConocoPhillips (b,e,g,j,i,u,v)  
600 N. Dairy Ashford  
Houston, TX 77079

Anne B. Little Estate (c)  
c/o Wells Fargo Oil & Gas Trust  
P. O. Box 5363  
Denver, CO 80217

Ernest & Valerie Still (u)  
30269 Cove View Street  
Sun City, CA 92587

F.L. & Mary O Crane Living Trust (t)  
F.L. & Mary O Crane Trustees  
5203 Largo Street  
Farmington, NM 87402

Curtis J. Little Estate (b,c)  
P. O. Box 1258  
Farmington, NM 87499-1258

Paul Slayton (d)  
P. O. Box 2035  
Roswell, NM 88202-2035

John N. Eddy (d)  
P. O. Box 2104  
Santa Fe, NM 87501

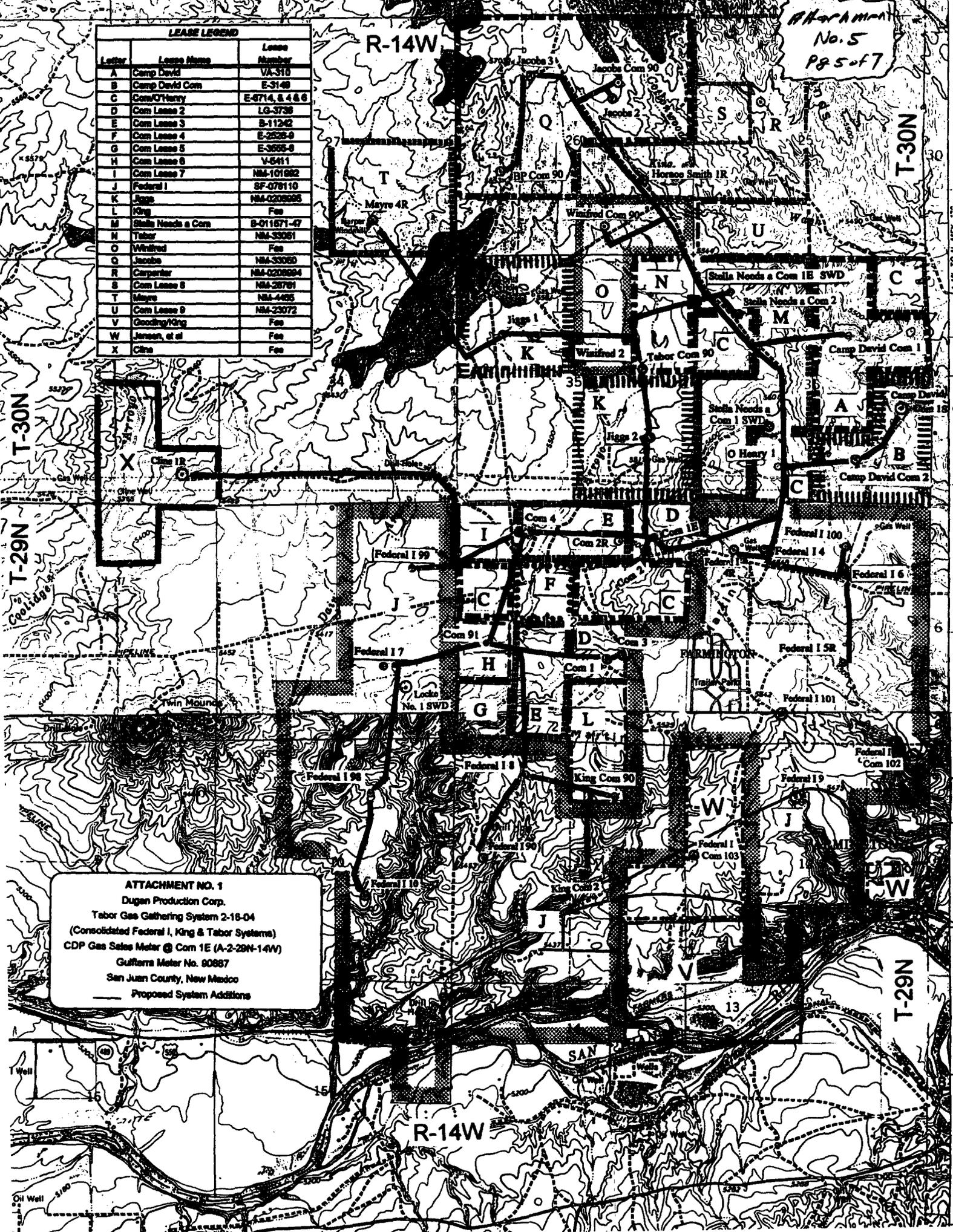
Edward & Juanita Lopez (u,v)  
782 N. Broad Street  
San Luis Obispo, CA 93401

Texon Energy Corp. (i,j)  
Department 1041 - BAD ADDRESS  
P. O. Box 4554  
Houston, TX 77210-4554

Attachment  
No. 5  
pg 4 of 7

Alhambra  
No. 5  
Pg 5 of 7

LEASE LEGEND		
Letter	Lease Name	Lease Number
A	Camp David	VA-310
B	Camp David Com	E-3148
C	Com/O'Henry	E-8714, & 4 & 8
D	Com Lease 2	LG-3736
E	Com Lease 3	B-11242
F	Com Lease 4	E-2528-8
G	Com Lease 5	E-3695-8
H	Com Lease 6	V-5411
I	Com Lease 7	NA-101882
J	Federal I	SF-076110
K	Jags	NA-020886
L	Jing	Fee
M	Stella Needs a Com	B-011671-47
N	Tabor	NA-33061
O	Winifred	Fee
Q	Jacobs	NA-33069
R	Carpenter	NA-020884
S	Com Lease 8	NA-28761
T	Mayre	NA-4425
U	Com Lease 9	NA-23072
V	Gooding/Yong	Fee
W	Jansen, et al	Fee
X	Cline	Fee



**ATTACHMENT NO. 1**  
 Dugan Production Corp.  
 Tabor Gas Gathering System 2-18-04  
 (Consolidated Federal I, King & Tabor Systems)  
 CDP Gas Sales Meter @ Com 1E (A-2-29N-14W)  
 Guifarra Meter No. 90887  
 San Juan County, New Mexico  
 Proposed System Additions

ALTEC 17.4M

ALFALFA/MEIN I NO. 2  
 TUBAN PRODUCTION CORP.  
 TATOR & FEDERAL I GATHERING SYSTEMS 2-24-04  
 CENTRAL DELIVERY SALES METER (GULFERRA METER NO. 80887) A-2-29N-14W  
 SAN JUAN COUNTY, NEW MEXICO

Attachment  
 No. 5  
 pg 6 of 7

Well Name	API No	Well Location	Well Location	Well Location	Well Location	CA Number	Pool	Completion Date	Current Prod. MCF/D	BC/D	B/WPD	Spacing Unit	Dates for SC, OLM & S			NIMOOD Approval
													BLM Application	BLM Approval	NMSLO Approval	
<b>WELLS TO BE ADDED TO SYSTEM (10 wells)</b>																
Camp David Com 1S (Note 6)	31637	L-36-30N-14W	E-3149	State	State C.A.	Basin Fruitland Coal	1/13/2003	150*	0	100*	EZ-323.59A	2/24/2004	pending	pending	pending	pending
Camp David Com 2 (Note 6)	30573	O-36-30N-14W	E-3149	State	State C.A.	Harper Hill FR Sand-PC	4/11/2002	118	0	29	SE/4-160A	2/24/2004	pending	pending	pending	pending
Cline IR (Note 6)	30575	P-33-30N-14W	FEE	FEE	NA	Twin Mounds FR Sand-PC	4/11/2002	141	0	40	SE/4-171.93A	2/24/2004	pending	pending	pending	pending
Federal I Cor 9	30592	D-1-29N-14W	SF-078110	Federal	NA	Harper Hill FR Sand-PC	7/5/2001	96	0	109	NW/4-157A	2/24/2004	pending	pending	pending	pending
Federal I 10 (Note 6)	31033	J-10-29N-14W	SF-078110	Federal	NA	Harper Hill FR Sand-PC	8/28/2002	139	0	63	SE/4-160A	2/24/2004	pending	pending	pending	pending
Federal I 90 (Note 6)	31032	E-11-30N-14W	SF-078110	Federal	NA	Basin Fruitland Coal	6/28/2002	163	0	6	W/2-316.11A	2/24/2004	pending	pending	pending	pending
Federal I 101 (old BR - Note 6)	20961	B-1-29N-14W	SF-078110	Federal	NA	Basin Fruitland Coal	7/17/2001	56	0	22	N/2-320A	2/24/2004	pending	pending	pending	pending
Federal I 101	20961	N-1-29N-14W	SF-078110	Federal	NA	Basin Fruitland Coal	7/17/2001	150*	0	100*	S/2-320A	2/24/2004	pending	pending	pending	pending
King Com 2	23200	J-11-29N-14W	SF-078110	Federal	Pending	Harper Hill FR Sand-PC	Loc. B	150*	0	100*	SE/4-160.13A	2/24/2004	pending	pending	pending	pending
<b>WELLS PREVIOUSLY APPROVED FOR TATOR &amp; FEDERAL I GATHERING SYSTEMS (23 wells)</b>																
Beyond Petroleum Com 80	30769	L-26-30N-14W	NM-33050	Federal	Pending	Basin Fruitland Coal	12/13/2001	253	0	61	W/2-320A	8/14/2001	12/13/2001	8/28/2001	9/4/2001	9/4/2001
Com 1E	28722	J-2-29N-14W	LG-3736	State	NMNM12772	Basin Fruitland Coal	12/17/1980	99	0	44	EZ-316.65A	9/17/1989	10/17/1989	9/9/1989	9/22/1989	9/22/1989
Com 2 (Note 4)	23199	A-2-29N-14W	LG-3736	State	14080017765	Basin Dakota	12/8/1978	35	0	0.03	EZ-316.65A	7/17/1986	7/30/1986	7/17/1986	8/18/1986	8/18/1986
Com 2R (Note 4)	30576	B-2-29N-14W	B-11242	State	State C.A.	Harper Hill FR Sand-PC	10/21/1978	0	0	0	NE-156.65A	7/12/1986	7/30/1986	7/17/1986	8/18/1986	8/18/1986
Com 3	20578	J-2-29N-14W	LG-3736	State	SMR1419	Harper Hill FR Sand-PC	5/15/2001	52	0	78	NE/4-156.65A	8/14/2001	12/13/2001	8/28/2001	9/4/2001	9/4/2001
Com 4	20966	C-2-29N-14W	V-6411	State	NMNM103068	Harper Hill FR Sand-PC	12/8/1989	4	0	0.03	SE/4-160A	9/17/1989	10/17/1989	9/9/1989	9/22/1989	9/22/1989
Federal I 7	30181	L-2-29N-14W	SF-078110	Federal	NMNM103068	Harper Hill FR Sand-PC	12/8/1989	151	0	51	NW-157.95A	3/28/2000	7/5/2000	4/27/2000	6/20/2000	6/20/2000
Federal I 8	30180	B-10-29N-14W	SF-078110	Federal	N/A	Harper Hill FR Sand-PC	7/14/2000	74	0	33	SE/4-160A	5/30/2000	7/7/2000	7/7/2000	6/20/2000	6/20/2000
Federal I 99	20968	H-3-29N-14W	SF-078110	Federal	N/A	Basin Fruitland Coal	7/31/2000	55	0	53	EZ-320A	5/30/2000	7/7/2000	7/7/2000	6/20/2000	6/20/2000
Hencea Smith 1R	24346	L-26-30N-14W	NM-0206964	Federal	SCR246	Basin Dakota	1/19/1981	33	0	0.03	EZ-318.45A	3/28/2000	7/5/2000	4/27/2000	5/25/2000	5/25/2000
Jacobs 2	20968	G-26-30N-14W	NM-33050	Federal	N/A	Basin Dakota	1/19/1981	49	0	0.03	S/2-320A	8/14/2001	12/13/2001	8/28/2001	9/4/2001	9/4/2001
Jacobs 3	30580	C-26-30N-14W	NM-33050	Federal	N/A	Harper Hill FR Sand-PC	6/5/2001	212	0	32	NW/4-160A	8/14/2001	12/13/2001	8/28/2001	9/4/2001	9/4/2001
Jacobs 4	30580	G-26-30N-14W	NM-33050	Federal	N/A	Basin Fruitland Coal	6/5/2001	151	0	31	320A NSPU	8/14/2001	12/13/2001	8/28/2001	9/4/2001	9/4/2001
Jiggs 1	30163	E-35-30N-14W	NM-0206965	Federal	N/A	Harper Hill FR Sand-PC	11/17/2000	94	0	52	NW-160A	6/30/2000	7/5/2000	7/7/2000	7/24/2000	7/24/2000
Jiggs 2	30177	I-35-30N-14W	NM-0206965	Federal	N/A	Harper Hill FR Sand-PC	6/15/2000	187	0	50	SE-172.49A	6/30/2000	7/5/2000	7/7/2000	7/24/2000	7/24/2000
King Com 90	20983	B-11-29N-14W	FEE	FEE	NMNM102983	Basin Fruitland Coal	6/15/1989	20	0	2	EZ-320.13A	9/17/1989	10/17/1989	9/9/1989	9/22/1989	9/22/1989
Mayra 4R	30591	O-27-30N-14W	NM-4465	Federal	N/A	Harper Hill FR Sand-PC	6/5/2001	132	0	30	SE/4-160A	8/14/2001	12/13/2001	8/28/2001	9/4/2001	9/4/2001
Stella Needs a Com 2	30574	D-36-30N-14W	B-11571	State	State C.A.	Harper Hill FR Sand-PC	4/17/2001	126	0	43	NW/4-160A	8/14/2001	12/13/2001	8/28/2001	9/4/2001	9/4/2001
Tabor Com 90	29984	H-35-30N-14W	NM-33051	Federal	NMNM102982	Basin Fruitland Coal	12/8/1989	116	0	25	EZ-332.48A	3/28/2000	7/5/2000	4/27/2000	5/25/2000	5/25/2000
Winifred Com 90 (Note 5)	30577	O-26-30N-14W	FEE	FEE	Pending	Basin Fruitland Coal	5/15/2001	51	0	48	320.36A NSPU	8/14/2001	12/13/2001	8/28/2001	9/4/2001	9/4/2001
<b>WELLS TO BE REMOVED FROM TATOR &amp; FEDERAL I GATHERING SYSTEM (8 wells)</b>																
Camp David Com 1	29428	G-36-30N-14W	VA-310	State	State C.A.	Basin Fruitland Coal	1/10/1991	169	0	67	EZ-323.59A	8/19/1997	9/22/1997	8/28/1997	12/21/1997	12/21/1997
Federal I 4R	20397	C-1-29N-14W	SF-078110	Federal	N/A	Harper Hill FR Sand-PC	10/3/1989	0	0	0	NW/4-157A	8/19/1997	9/22/1997	8/28/1997	12/21/1997	12/21/1997
Federal I 5R	29351	J-1-29N-14W	SF-078110	Federal	N/A	Harper Hill FR Sand-PC	12/16/1986	123	0	115	SE/4-160A	8/19/1997	9/22/1997	8/28/1997	12/21/1997	12/21/1997
Federal I 6 / PL418 10/200	23207	G-1-29N-14W	SF-078110	Federal	N/A	Harper Hill FR Sand-PC	2/22/1979	0	0	0	NE/4-160A	8/19/1997	9/22/1997	8/28/1997	12/21/1997	12/21/1997
Othertly 1	08958	N-36-30N-14W	E-8714	State	State C.A.	Basin Fruitland Coal	6/27/1981	8	0	27	W/2-320A	8/19/1997	9/22/1997	8/28/1997	12/21/1997	12/21/1997
Winifred 2 / PL417 3/6/02	23200	G-35-30N-14W	FEE	FEE	SCR-141	Harper Hill FR Sand-PC	3/15/1979	0	0	0	NE/4-160A	8/19/1997	9/22/1997	8/28/1997	12/21/1997	12/21/1997

Notes: N/A = Not needed  
 1) Loc. = proposed general location  
 Loc. A = proposed location - staked  
 Loc. B = proposed location - APD submitted  
 2) Average production presents data for December, 2003. \* = well not producing 1/1/04. Rates are from completion testing or production and/or testing subsequent to 1/1/04. Production for proposed locations represents anticipated production.  
 3) Application for surface commingling (SC), off-lease measurement and sale (OLM & S) of natural gas. Applications are subject to approvals by the Bureau of Land Management (BLM), New Mexico State Land Office (NMSLO), and the New Mexico Oil Conservation Division (NMOCD). NMOCD's most recent order = 3rd Amended Commingling Order (Corrected) PL-C-173 dated 12/19/03 for wells on the Tabor Gathering System and NMOCD Order R-10823 dated 12/28/02 for wells on the Federal I Gathering System.  
 4) The Com No. 2R was drilled to replace the Com No. 2. Production from the Com No. 2 averaged 27 mcf/d and was shut in 7/14/01 with deliveries to the Tabor Gathering System being suspended during testing of the Com No. 2R. NMOCD rules will not allow both wells to produce simultaneously. It is our desire to have both wells approved for operation on the Tabor Gathering System; however until special pool rules are established that will allow both wells to produce simultaneously, we plan to leave the No. 2 shut in.  
 5) NMOCD Order R-11461 established 3320A non-standard spacing units for the Jacobs Com No. 90 (NE/4 Section 26 plus NW/4 Section 25), and the Winifred Com No. 90 (SE/4 Section 26 plus SW/4 Section 25).  
 6) Connections Cumulative Production 1-1-04  
 Well Name Date mcf BO BW  
 Camp David Com 1S 1/31/2004 0 0  
 Camp David Com 2 5/23/2001 120,553 0 50,413  
 Cline 1R 5/3/2002 111,830 0 36,666  
 Federal I 4R 7/26/2001 85,776 0 80,510  
 Federal I 10 9/19/2002 65,763 0 31,815  
 Federal I 90 9/23/2002 48,826 0 5,468  
 Federal I 100 9/27/2001 39,368 0 40,935

## Attachment No. 5

This advertisement is scheduled to be published in the February 25, 2004 issue of the Farmington Daily Times. Upon publication, the Daily Times will provide an "Affidavit of Publication" which will be forwarded to the NMOCD upon receipt.

*Please place in the legal ads as soon as possible. Once the ad has been run, please send Affidavit of Publication to Dugan Production Corp., Attn: John Roe, P. O. Box 420, Farmington, NM 87499-0420.*

Dugan Production Corp. is applying to the New Mexico Oil Conservation Division (NMOCD), the Bureau of Land Management (BLM) and the New Mexico State Land Office (NMSLO), for regulatory approvals to consolidate Dugan Production's Federal I Gathering System (which currently has six wells authorized) with Dugan Production's Tabor Gathering System (which currently has 23 wells authorized). We are also proposing to add 10 wells (seven completed and three proposed) to the consolidated gathering system. This will require the surface commingling of natural gas and produced water plus the off-lease measurement and sale of natural gas. There will not be any commingling of oil or condensate. We are also proposing to change the allocation procedure currently approved for the Federal I Gathering System from using periodic well tests to using allocation meters installed on each well. This will allow all wells on the consolidated gathering system to use the same allocation procedure. Dugan Production is also requesting that the NMOCD amend the existing surface commingling order to allow future additions to the gathering system following notice only to the interest owners being added, provided it is reasonably certain that the proposed additions will not affect the wells previously authorized for the gathering system. The wells to be added and the existing gathering system are located within Sections 1, 2, 3, 10, 11 & 12 of Township 29N, Range 14W; plus Sections 25, 26, 27, 33, 34, 35 & 36 of Township 30N, Range 14W, all located in San Juan County, New Mexico. The current central delivery gas sales meter (CDP) for the Tabor Gathering System is located in the NE/4 NE/4 of Section 2, T-29N, R-14W and delivers gas to Gulfterra Field Services (previously El Paso Field Services). This CDP gas sales meter will continue to serve the consolidated gathering system. The CDP gas sales meter for the Federal I Gathering System (located in the NE/4 NW/4 of Section 1, T-29N, R-14W) will be removed from service. The consolidated gathering system will have 29 wells which are completed in the following three gas pools; Basin Dakota gas (3 wells), Basin Fruitland Coal gas (11 wells), and the Fruitland Sand Pictured Cliffs gas (15 wells). Of the 10 wells proposed to be added, four will be completed in the Basin Fruitland Coal gas pool, five in the Harper Hill Fruitland Sand Pictured Cliffs gas pool, and one well in the Twin Mounds Fruitland Sand Pictured Cliffs gas pool. All wells are located upon one of the following leases held by Dugan Production Corp.; Federal Leases NM-4465, NM-23072, NM-28761, NM-33050, NM-33051, NM-101992, NM-0206994, NM-0206995 & SF-078110; State Leases B-011571-47, B-11242, E-2526-9, E-3149, E-3555-6, E-6714, E-6714-4, E-6714-6, LG-3736, V-5411 & VA-310; and numerous fee leases held by Richard C. Akins, Lisa Diane Clancy, Gary Alan Cline, Larry Dimmick, Robin Lynn Fleming, Joseph E. & Twila M. Gooding, Patricia Harbin, Bill Jensen, Robert F. & Janice A. Johnston, Rilla King, Colleen McSparron, Motor Property Partners, Joseph O. & Cicily M. Muench Family Trust, Randall E. Presley, LaRue Schenck, New Mexico Highway Department and Geraldine Sterling. Any person holding an interest in any of these lands or leases may contact Dugan Production Corp. for additional information. Notice of the application is being mailed to all interest owners, however there may be interest owners for which the mailing address is not known and this advertisement is required to provide the necessary notice. The following interest owners are believed to have invalid mailing addresses; Elyse Kilgore Trust, Lee W. Kilgore Trust, Harper & Nellie Proctor and Texon Energy Corp. Inquiries should be directed to John Roe at 505-325-1821 or by mail at P. O. Box 420, Farmington, NM 87499. Any objection or request for a formal hearing should be filed in writing with the NMOCD's Santa Fe Office within 20 days from the initial date of this publication. In the absence of objection, Dugan Production Corp. has requested that the NMOCD approve its application administratively. The NMOCD's address is 1220 South St. Francis Drive, Santa Fe, NM 87505.

**ATTACHMENT No. 6**  
**Allocation Procedures 2/24/04**  
**Dugan Production Corp.'s**  
**Tabor Gathering System**  
**CDP : NENE-2-29N-14W (GulfTerra Meter No. 90887)**  
**San Juan County, New Mexico**

*-Note-*  
*This Allocation Procedure was included as Attachment No. 4 to Dugan's 10/21/01 Application to Consolidate the King & Tabor Systems*

**Base Data:**

- U = Water Volume (BWPD) from Periodic Well Test x days operated during allocation period.  
V = Water Volume (bbl) at Central Battery during allocation period.  
W = Gas Volume (MCF) from allocation meters at individual wells and central battery separator during allocation period.  
X = Gas Volume (MCF) from CDP Sales Meter during allocation period.  
Y = BTU's from CDP Sales Meter during allocation period.

**Allocation Period is typically a calendar month and will be the same for all wells.**

1. **Individual Well Gas Production** = A + B + C + D + E + F

A = Allocated Sales Volume, MCF. =  $(W / \text{SUM } W) \times X$

B = Allocated gas sales volume (MCF) associated with water production  
= (A) in mcf for the central battery separator multiplied by a factor of  $(U / \text{SUM } U)$  for wells delivering gas and water to the central battery separator.

C = On lease fuel usage, MCF. Determined from equipment specification and operating conditions.

D = Purged and/or vented gas from well and/or lease equipment, MCF. Calculated using equipment specifications and pressures.

E = Allocated fuel from gathering system equipment, MCF. The total fuel required to operate gathering system equipment will be allocated to the individual wells benefiting from the equipment using allocation factors determined by  $W / \text{SUM } W$  for the wells involved.

F = Allocated volume of gas lost and/or vented from the gathering system and/or gathering system equipment, MCF. The total volume will be determined using industry accepted procedures for the conditions existing at the time of the loss. All volumes corresponding to liquid condensation within the gathering system will also be determined. The total volume lost and/or vented will be allocated to the individual wells affected using factors determined by  $W / \text{SUM } W$ .

2. **Allocated Individual Well BTU's** =  $((W \times \text{Individual well BTU}) / \text{Sum } (W \times \text{individual well BTU})) \times Y$ .  
Individual well gas heating values to be determined in accordance with BLM regulations (currently On shore Order No. 5).

3. **Individual Well Water Production** = Allocated production volume, bbl =  $(U / \text{Sum } U) \times V$ .

Gas from  
Central Battery  
Facilities  
Federal I No 4

GulfTerra  
pipeline

GulfTerra - Taber  
CDP Sinks  
meter # 90887

Compressor From  
Federal I battery  
230 hp A34X  
Fuel = 57.96 mcf/d  
Suction = ± 15 PSI  
Discharge = ± 300 PSI

Gas allowed to  
equalize - dependent  
upon compressor  
loading

- Legend
- - Water Storage Tank
  - - Separator
  - △ - Gas meter: A = Allocation, S = Sales
  - ◇ - C = GAS Compressor
  - I = Water Injection Pump

Attachment No. 7  
Dugan Production Cont.  
Taber Gathering System  
Central Battery Facilities  
Located on Com #1E Location  
Drawing Not to Scale  
PS # 1 of 2

Gas from  
wells to North  
& East

Taking water  
with gas -  
wells to  
North & East

Water to  
SWD wells -  
Stella Needs A  
Com #1E & #1

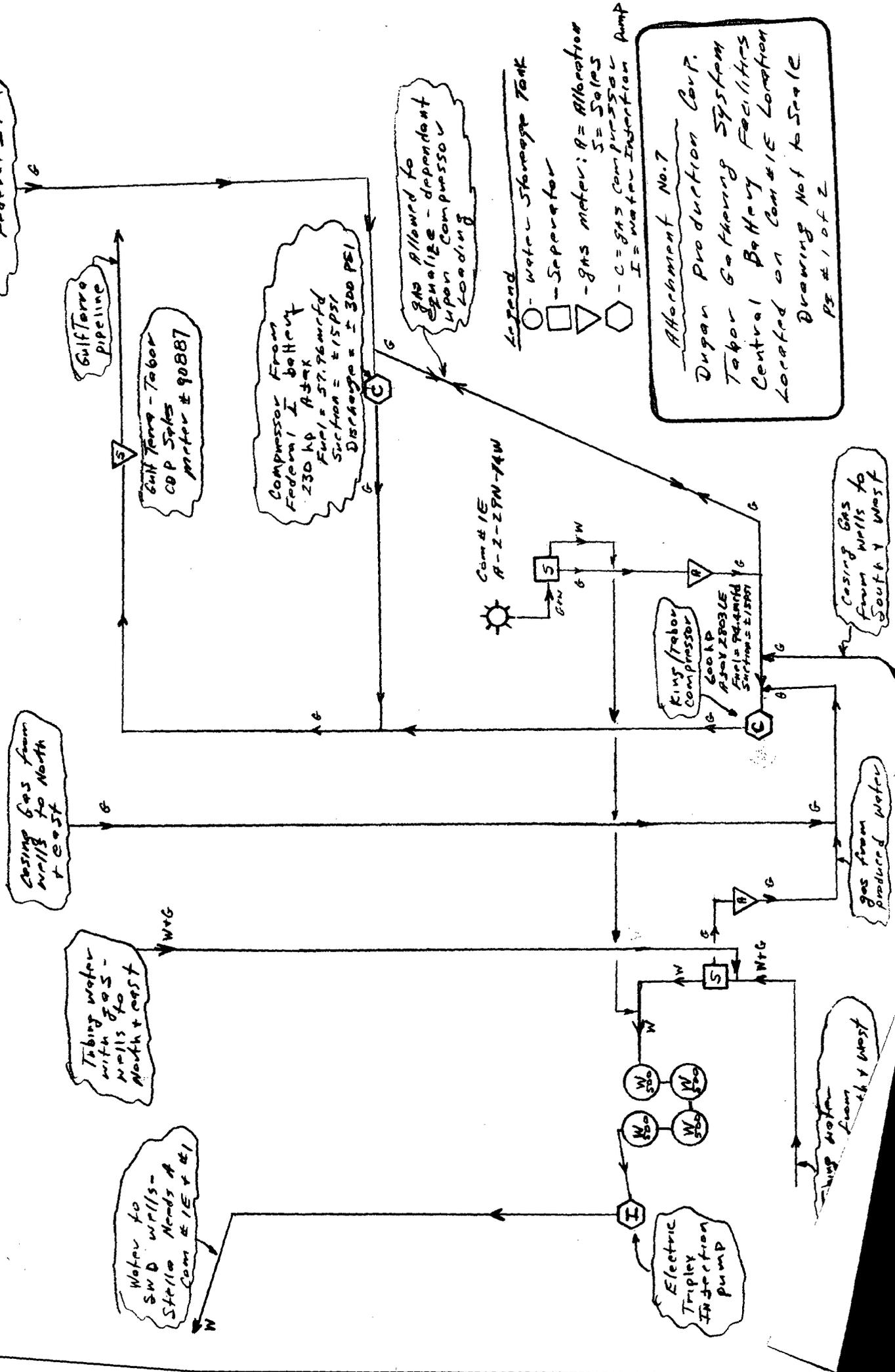
Com #1E  
A-2-ZPN-74W

King/Taber  
Compressor  
600 hp  
A34V 2503LE  
Fuel = 94.4 mcf/d  
Suction = ± 150 PSI

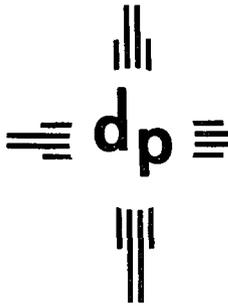
Casing Gas  
from Wells to  
South & West

Gas from  
produced water

Using water  
from  
ch & West







dugan production corp.

RECEIVED

MAR 19 2004

Oil Conservation Division  
1220 S. Saint Francis Drive  
Santa Fe, NM 87505

March 16, 2004

Mr. Will Jones  
New Mexico Oil Conservation Division  
1220 South St. Francis Drive  
Santa Fe, NM 87505

Re: Dugan Production's application dated 2/24/04 to  
Consolidate the Tabor & Federal I Gathering Systems  
Plus add 10 wells

Dear Will,

Attached for your consideration of the captioned application are copies of the certified mail return receipts for the working, royalty and overriding royalty interest owners in the 29 wells currently authorized plus the 10 wells proposed to be added to the subject gathering system. This represents all but three royalty and six overriding royalty interest owners identified on Attachment No. 3 of our application and summarized on the attached address list (which was page 4 of Attachment No. 5).

The interest owners for which we do not have return receipts are as follows:

- A. Robin Lynn Fleming has a 3.20% royalty interest in the Cline No. 1R. As presented on page no. 4 of the royalty interest owner receipts, notice of attempted delivery has been provided Mr. Fleming but as of 3-12-04, he had not picked up his mail.
- B. Mr. Bill Jensen has a 0.06% & 0.03% royalty interest in the King Com No. 2 and No. 90 wells, respectively. Our letter to Mr. Jensen was returned on 3-1-04 as his forwarding address had expired and it appears Mr. Jensen may be deceased. We do not have a new address but will continue to attempt to locate one.
- C. Joseph A. & Cicily Muench Family Trust have royalty interests in the Horace Smith No. 1R (1.56%), Tabor Com No. 90 (1.50%), Winifred No. 2 (3.12%) and the Winifred Com No. 90 (1.56%). Although we have not received the "return receipt card", the postal system's tracking system indicates our application was delivered on 2-25-04 (reference page 6 of the royalty receipts).

- D. Blackstone Acquisition Partners has a 0.57% ORRI in the Jiggs No. 1 & 2 wells. As presented on page no. 7 of the ORRI receipts, the postal system has no record of our 2-23-04 mailing. This is not uncommon for certified mail sent to the Houston Post Office. We do believe the address is good.
- E. Megan Callan has a 0.02% ORRI in the Com No. 91 and as presented on page 8 of the ORRI receipts, the postal service has delivered notice to Ms. Callan, however she has not picked up Dugan's letter.
- F. Evko Development Co. has a 3.15% ORRI in the Com No. 91. The postal tracking system indicates the addressee to be unknown and that Dugan's application was returned on 3-1-04 (reference page 9 of the ORRI receipts). To date we have not received the returned application and have no other address for Evko.
- G. Edward & Juanita Lopez have a 0.36% ORRI in the O'Henry No. 1 and a 0.38% ORRI in the Stella Needs a Com No. 2. Dugan's application was returned on 3-8-04 due to an expiration of forwarding time. We do not have another address for the Lopez mailing.
- H. Ruby Maculsay has a 0.12% ORRI in the O'Henry No. 1. As presented on page 11 of the ORRI receipts, the postal service has provided notice of Dugan's letter, however to date, it has not been picked up in 14 days.
- I. James & Ella Post have a 0.36% ORRI in the O'Henry No. 1 and as presented on page 12 of the ORRI receipts, the postal system has no record of the mailing. This is not uncommon with certified mail and to date the letter has not been returned. We do believe the address is good.

Anticipating some problems in delivering the subject notices, Dugan Production's application was advertised in the 2-25-04 publication of the Farmington Daily Times and a copy of the advertisement was included in Attachment No. 5 to Dugan's 2-24-04 application. A copy of the "Affidavit of Publication" for Ad No. 49372 is attached.

Should you have any questions or need additional information, please let me know.

Sincerely,



John D. Roe  
Engineering Manager

JDR/tmf

enclosures

Attachment  
No. 5  
Pg 4 of 7

**Consolidated Tabor Gas Gathering System Interest Owners Address List**

(wells with ownership interest in parentheses)

a=Beyond Petroleum Com 80; b=Came David Com 1; 18; c=Came David Com 2; d=Cline 1R; e=Com 1; f=Com 1E; g=Com 2-2R; h=Com 3;  
i=Com 4; j=Com 91; k=Federal 1, 4, 4S, 5B, 6, 7, 8, 10, 90, 92, 99, 100, 101; m=Horse Smith 1R; n=Jacobs 2; o=Jacobs 3; p=Jacobs Com 80; q=Kane 1, 2;  
r=King Com 2; s=King Com 5R; t=Kivim 4B; u=O'Henry 1; v=Spain Needs a Com 2; w=Labor Com 80;  
x=Winland 2; y=Winland Com 80; z=Federal 1 Com 9

**Working Interest Owners**

Dugan Production Corp. (all)  
P. O. Box 420  
Farmington, NM 87499-0420

BP America (a)  
501 Westlake Park Blvd.  
Houston, TX 77079-3092

Jim & Mary Lou Jacobs Living Trust (a,m,n,o,p)  
3505 Crescent Ave.  
Farmington, NM 87402

Lee Alchison (r,s)  
P. O. Box 15089  
Farmington, NM 87499-5089

ConocoPhillips (d,f)  
600 N. Dairy Ashford  
Houston, TX 77079

**Royalty Interest Owners**

Richard C. Akine (r,s,z)  
1309 Dewey Lane  
Alamogordo, NM 88310

B  
Bill Jensen (r,s)  
613 Marina Kral  
Farmington, NM 87401

LaRue Schenck (r,s,z)  
3016 Crestridge  
Farmington, NM 87401

Lisa Diane Clancy (d)  
2018 Delwood Ave.  
Durango, CO 81301

Robert F. & Janice A. Johnston (r,s)  
805 Portland Drive  
Aztec, NM 87410

State of New Mexico (b,c,e,f,g,h,i,j,v)  
State Land Office  
P. O. Box 1148  
Santa Fe, NM 87504-1148

Gary Alan Cline (d)  
P. O. Box 1227  
Kirtland, NM 87417-1227

Rita King (e,f,h,r,s)  
P. O. Box 185  
Dolores, CO 81325

State Highway Department of NM (r,s)  
P. O. Box 1149  
Santa Fe, NM 87504-1149

Larry Dimmick (r,s)  
650 W. Main, Suite C  
Farmington, NM 87401

Colleen McSparron (r,s,z)  
2541 Landcaster Drive  
Arroyo Grande, CA 93420

Geraldine Sterling (r,s,z)  
P. O. Box 74  
Farmington, NM 87499-0074

A  
Robin Lynn Fleming (d)  
5420 Villa View Drive  
Farmington, NM 87402

Motor Property Partners (r,s)  
6815 Tevis Drive  
Bakersfield, CA 93308

USA - BLM (s, d thru u, w thru z)  
1236 La Plata Highway  
Farmington, NM 87401

Joseph E. & Twila M. Gooding (r,s)  
Twila Gooding, Trustee  
1008 Crestview Circle  
Farmington, NM 87401

C  
Joseph O. & Cicly Muench Family Trust (m,w,x,y)  
Joseph O. Muench Trustee, Trust B  
P. O. Box 779  
Petaluma, NM 87043

Patricia Harbin (m,w,x,y)  
c/o Lisa Harbin  
8401 Glendora Drive NE  
Albuquerque, NM 87109-3620

Randall E. Prossley (r,s)  
P. O. Box 2200  
Newport Beach, CA 92663

**Overriding Royalty Interest Owners**

W. H. Atkins (l)  
2208 North Parkwood  
Harlingen, TX 78560

F  
EVISS Development Co. (l)  
4710 Cabrillo Street  
San Francisco, CA 94121

Ruby Maculeay (u) H  
873 Erie Street  
Oakland, CA 94610

John W. Barringer (j)  
1054 Lynnwood Blvd.  
Nashville, TN 37215

Virginia Gess (l)  
c/o Sherman  
1113 The Crossing Road  
O'Fallon, MO 63360-4456

Charles Alan McDougal (e,f,g,i,j)  
7928 Rookley Court  
Raleigh, NC 27615

Lewis T. Barringer, Jr. (l)  
182 Sayre Drive  
Princeton, NJ 08540

Nathan Greer Education Trust (d)  
c/o Nanette Greer Family  
97 Apache Ridge  
Santa Fe, NM 87505

Robert Bruce McDougal (e,f,g,i,j)  
6808 Penny Lane  
Bartlesville, OK 74006

D  
Black Stone Acquisitions Partners I, LP (q)  
P. O. Box 4360  
Houston, TX 77210-4360

Louise Adair McDougal Hadley (e,f,g,i,j)  
298 Bull Road  
Cedar Point, NC 28584

Martin A. Moe, Jr. (u,v)  
222 Gulfview Drive  
Islamorada, FL 33036

James A. Borland (l,j)  
222 Fourteenth Street NW  
Albuquerque, NM 87104

Hanson-McBride Petroleum Co. (d)  
A New Mexico Limited Partnership  
P. O. Box 1515  
Roswell, NM 88201-1515

Estate of Samuel D. Orvitz (w)  
Linda Orvitz Pailey, Executrix  
11352 Marjon Drive  
Nevada City, CA 95959

BP America (m,y)  
501 Westlake Park Blvd.  
Houston, TX 77079-3092

Anne S. Henderson (e,f,g,i,j)  
7811 Maple Ave., Apt #811  
Silver Springs, MD 20912

Linda Orvitz Pailey (q)  
11352 Marjon Drive  
Nevada City, CA 95959

Burlington Resources Oil & Gas Co. (q,w)  
P. O. Box 4239  
Farmington, NM 87499-4239

Robin (Robert) Thomas Henderson (e,f,g,i,j)  
5028 River Road  
Bethesda, MD 20016

Petroquest, Inc. (b)  
P. O. Box 2217  
Farmington, NM 87499-2217

E  
Megan Cattan (l)  
3578 Seahom Circle  
San Diego, CA 92130

Jim & Mary Lou Jacobs Living Trust (t,y)  
3505 Crescent Ave.  
Farmington, NM 87401

James & Ella Post (u) I  
1447 West 101<sup>st</sup> Street  
Los Angeles, CA 90047

F. H. Carpenter (a,m,p,y)  
P. O. Box 808  
Sourlake, TX 77859

Winifred & Forrest Jacobs (a,m,n,o,p,w,x,y)  
1000 SW Santa Fe Lake Road  
Towanda, KS 67144-9213

Harper & Nellie Proctor (u,v)  
402 Masonic Temple Building - BAD ADDRESS  
Jacksonville, FL 32206

ChevronTexaco (b,c)  
P. O. Box 36368  
Houston, TX 77236

Bob Kenny (l)  
2518 Wansley Drive  
St. Louis, MO 63125

Gisela W. Romo (u)  
c/o Palmer W. Larson, Personal Representative  
13505 SE River Road Condo #336  
Milwaukee, OR 97222

Marsha Henderson Collins (e,f,g,i,j)  
2905 N. Montana Ave. #30216  
Helena, MT 59601

Elyse Kilgore Trust (l,j)  
c/o Sunwest Bank - BAD ADDRESS  
P. O. Box 28900  
Albuquerque, NM 87103

Cara Sault (u)  
c/o Palmer W. Larson, Personal Representative  
13505 SE River Road Condo #336  
Milwaukee, OR 97222

ConocoPhillips (b,e,g,i,j,u,v)  
600 N. Dairy Ashford  
Houston, TX 77079

Lee W. Kilgore Trust (l,j)  
c/o Sunwest Bank - BAD ADDRESS  
P. O. Box 28900  
Albuquerque, NM 87103

Lynn M. Shaw (l)  
1490 Memory Lane  
Katespail, MT 59901-5108

F.L. & Mary O Crane Living Trust (l)  
F.L. & Mary O Crane Trustees  
5203 Largo Street  
Farmington, NM 87402

Anne B. Little Estate (c)  
c/o Wells Fargo Oil & Gas Trust  
P. O. Box 5383  
Denver, CO 80217

Ernest & Valerie Still (u)  
30288 Cove View Street  
Sun City, CA 92587

John N. Eddy (d)  
P. O. Box 2104  
Santa Fe, NM 87501

Curtis J. Little Estate (b,c)  
P. O. Box 1258  
Farmington, NM 87499-1258

Paul Stayton (d)  
P. O. Box 2035  
Roswell, NM 88202-2035

G  
Edward & Juanita Lopez (u,v)  
782 N. Broad Street  
San Luis Obispo, CA 93401

Texon Energy Corp. (l,j)  
Department 1041 - BAD ADDRESS  
P. O. Box 4554  
Houston, TX 77210-4554

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:  
Lee Atkinson  
P.O. Box 15069  
Farmington, TN 37444-5069

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
X *Kathleen Elick*  Agent  Addressee

B. Received by (Printed Name) *Kathleen Elick* C. Date of Delivery *03-01-04*

D. Is delivery address different from item 1?  Yes  No  
If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:  
Concepcion Phillips  
600 N. Dairy Ashford  
Houston, TX 77079

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
X *[Signature]*  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery

D. Is delivery address different from item 1?  Yes  No  
If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

1. Article Number (Transfer from service label) **7002 2410 0001 0133 6613**

PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

2. Article Number (Transfer from service label) **7002 2410 0001 0133 6637**

PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:  
El America  
501 Westlake Park Blvd.  
Houston, TX 77079-3092

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
X *Frank Hernandez*  Agent  Addressee

B. Received by (Printed Name) *E. Hernandez* C. Date of Delivery

D. Is delivery address different from item 1?  Yes  No  
If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:  
Jim + Mary Jacobs by Just  
3505 Crescent Ave.  
Farmington, TN 37402

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
X *[Signature]*  Agent  Addressee

B. Received by (Printed Name) *MARY BOB JACOBS* C. Date of Delivery *2-26-04*

D. Is delivery address different from item 1?  Yes  No  
If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

1. Article Number (Transfer from service label) **7002 2410 0001 0133 6620**

PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

2. Article Number (Transfer from service label) **7002 2410 0001 0133 6644**

PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

Working Interest owners  
Consolidated Labor Bathing System  
pg 1 of 1

**ENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:  
 Richard C. Atkins  
 1309 Dewey Lane  
 Alamogordo, NM 88310

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 [Signature]  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery  
 R. Atkins 2-26-04

D. Is delivery address different from item 1?  Yes  No  
 If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:  
 Larry Dimmick  
 6929 Monterra Way  
 Scottsdale, AZ 85252

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 [Signature]  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery  
 [Signature] 2/26/04

D. Is delivery address different from item 1?  Yes  No  
 If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

Article Number (Transfer from service label) **7002 2410 0001 0133 6688**

S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

Article Number (Transfer from service label) **7002 2410 0001 0134 2478**

PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

**ENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:  
 Lisa Diane Clancy  
 2016 Delwood Ave.  
 Durango, CO 81301

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 [Signature]  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery  
 Lisa Clancy

D. Is delivery address different from item 1?  Yes  No  
 If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:  
 Joseph & Paula Gooding Trust  
 Paula Gooding Trustee  
 1009 Crestview Circle  
 Farmington, NM 87401

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 [Signature]  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery  
 Paula Gooding

D. Is delivery address different from item 1?  Yes  No  
 If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

Article Number (Transfer from service label) **7002 2410 0001 0133 6675**

S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

Article Number (Transfer from service label) **7002 2410 0001 0133 6712**

PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

**ENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:  
 Gary Alan Cline  
 P.O. Box 1227  
 Kirtland, NM 87417-1227

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 [Signature]  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery  
 Gary Alan Cline

D. Is delivery address different from item 1?  Yes  No  
 If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:  
 Patricia Harbin  
 c/o Lisa Harbin  
 6401 Blendora Drive, NE  
 Albuquerque, NM 87109-3620

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 [Signature]  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery  
 Patricia Harbin 2/24/04

D. Is delivery address different from item 1?  Yes  No  
 If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

Article Number (Transfer from service label) **7002 2410 0001 0133 6682**

S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

Article Number (Transfer from service label) **7002 2410 0001 0133 6729**

PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

Royalty Interest OWNERS  
 Consolidated Taboo Gathering System  
 Pg 1 of 6

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.

Print your name and address on the reverse so that we can return the card to you.

Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:  
Robert J. & Julie A. Johnston  
205 Parkland Drive  
Lafayette, NM 87410

Article Number  
(Transfer from service label) **7002 2410 0001 0133 6743**

S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
X *John R. Johnston*  Agent  Addressee

B. Received by (Printed Name)  
*John R. Johnston*

C. Date of Delivery  
*2-27-04*

D. Is delivery address different from item 1?  Yes  No  
If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.

Print your name and address on the reverse so that we can return the card to you.

Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:  
Motor Property Partners  
6515 Lewis Drive  
Lakersfield, CA 93309

Article Number  
(Transfer from service label) **7002 2410 0001 0133 6774**

PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
X *[Signature]*  Agent  Addressee

B. Received by (Printed Name)  
*John R. Johnston*

C. Date of Delivery  
*2/27/04*

D. Is delivery address different from item 1?  Yes  No  
If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.

Print your name and address on the reverse so that we can return the card to you.

Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:  
Kella King  
P.O. Box 186  
Dolores, CO 81325

Article Number  
(Transfer from service label) **7002 2410 0001 0133 6750**

S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
X *Kella King*  Agent  Addressee

B. Received by (Printed Name)  
*Kella King*

C. Date of Delivery  
*3-2-04*

D. Is delivery address different from item 1?  Yes  No  
If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.

Print your name and address on the reverse so that we can return the card to you.

Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:  
Randall E. Prepley  
P.O. Box 2200  
Newport Beach, CA 92662

Article Number  
(Transfer from service label) **7002 2410 0001 0133 6798**

PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
X *[Signature]*  Agent  Addressee

B. Received by (Printed Name)  
*[Name]*

C. Date of Delivery  
*[Date]*

D. Is delivery address different from item 1?  Yes  No  
If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.

Print your name and address on the reverse so that we can return the card to you.

Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:  
Lolleen McSparron  
2541 Sandcastle Drive  
Laguna Grande, CA 93420

Article Number  
(Transfer from service label) **7002 2410 0001 0133 6767**

S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
X *Lolleen McSparron*  Agent  Addressee

B. Received by (Printed Name)  
*Lolleen McSparron*

C. Date of Delivery  
*2-28-04*

D. Is delivery address different from item 1?  Yes  No  
If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.

Print your name and address on the reverse so that we can return the card to you.

Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:  
Lolleen Schenck  
3016 Crestridge  
Farmington, NM 87401

Article Number  
(Transfer from service label) **7002 2410 0001 0133 6835**

PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
X *Lolleen Schenck*  Agent  Addressee

B. Received by (Printed Name)  
*Lolleen Schenck*

C. Date of Delivery  
*3/24/04*

D. Is delivery address different from item 1?  Yes  No  
If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

Royalty interest  
PS 2 of 6

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:  
 State of New Mexico  
 State Land Office  
 P.O. Box 1148  
 Santa Fe, NM 87504-1148

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 Agent  
 Addressee

B. Received by (Printed Name)  
 [Signature]

C. Date of Delivery  
 FEB 27 2004

D. Is delivery address different from item 1?  Yes  
 If YES, enter delivery address below:  No

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:  
 USA-Bureau of Land Management  
 1235 La Plata Highway  
 Farmington, NM 87401

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 Agent  
 Addressee

B. Received by (Printed Name)  
 [Signature]

C. Date of Delivery  
 2/26/04

D. Is delivery address different from item 1?  Yes  
 If YES, enter delivery address below:  No

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

Article Number (Transfer from service label) **7002 2410 0001 0133 6842**

S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

Article Number (Transfer from service label) **7002 2410 0001 0133 6873**

PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:  
 State Highway Dept. of NM  
 P.O. Box 1149  
 Santa Fe, NM 87504-1149

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 Agent  
 Addressee

B. Received by (Printed Name)  
 Robert Rodriguez

C. Date of Delivery  
 [Signature]

D. Is delivery address different from item 1?  Yes  
 If YES, enter delivery address below:  No

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

Article Number (Transfer from service label) **7002 2410 0001 0133 6859**

S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:  
 Geraldine Sterling  
 P.O. Box 74  
 Farmington, NM 87499-0074

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 Agent  
 Addressee

B. Received by (Printed Name)  
 Ronda Kinkade

C. Date of Delivery  
 3-3

D. Is delivery address different from item 1?  Yes  
 If YES, enter delivery address below:  No

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

Article Number (Transfer from service label) **7002 2410 0001 0133 6866**

S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

Royalty Interest  
 Pg 3 of 6

7002 2410 0001 0133 6705

U.S. Postal Service <sup>TM</sup>	
<b>CERTIFIED MAIL<sup>TM</sup> RECEIPT</b>	
(Domestic Mail Only; No Insurance Coverage Provided)	
For delivery information visit our website at <a href="http://www.usps.com">www.usps.com</a> .	
<b>OFFICIAL USE</b>	
Postage	\$ .60
Certified Fee	2.30
Return Receipt Fee (Endorsement Required)	1.75
Restricted Delivery Fee (Endorsement Required)	
<b>Total Postage &amp; Fees</b>	<b>\$ 4.65</b>
Sent To <i>Robin Lynn Fleming</i> Street, Apt. No., or PO Box No. <i>5420 Villa View Drive</i> City, State, ZIP+4 <sup>®</sup> <i>Farmington NM 87402</i>	
PS Form 3800, June 2002	See Reverse for Instructions

Postmark Here  
2-23-04

USPS - Track & Confirm

Page 1 of 1



## Track & Confirm

Current Status - 3/12/04

You entered 7002 2410 0001 0133 6705

We attempted to deliver your item at 2:40 pm on February 24, 2004 in FARMINGTON, NM 87402 and a notice was left. It can be redelivered or picked up at the Post Office. If the item is unclaimed, it will be returned to the sender. Information, if available, is updated every evening. Please check again later.

### Notification Options

▶ Track & Confirm by email [What is this?](#) [Go >](#)

### Track & Confirm

Enter label number:

[Track & Confirm FAQs](#)



POSTAL INSPECTORS  
Preserving the Trust

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A  
Royalty Interest  
Pg 4 of 6

MAIL PERMIT NO. 100  
FARMINGTON, N.M.  
PB 5528085  
20 FEB 23 2004  
87401



- Forwarding Permitted
- Restricted Address
- No Cash on Delivery
- No Signature Required
- Uninsured
- Return to Sender
- Return to Addressee
- Return to Post Office
- Return to Post Office
- Return to Post Office

BILL JENSEN  
613 MERINO KRAAL  
FARMINGTON NM 87401



67493/0420

dugan production corp.  
P. O. BOX 430  
FARMINGTON, NEW MEXICO 87401-0430

2-28

3  
Royalty Interest  
Pg 5 of 6

7002 2410 0001 0133 6781

U.S. Postal Service  
**CERTIFIED MAIL RECEIPT**  
 (Domestic Mail Only; No Insurance Coverage Provided)  
 For delivery information visit our website at www.usps.com

**OFFICIAL USE**

Postage	\$ .60	Postmark Here 2-23-04
Certified Fee	2.30	
Return Receipt Fee (Endorsement Required)	1.75	
Restricted Delivery Fee (Endorsement Required)		
<b>Total Postage &amp; Fees</b>	<b>\$ 4.65</b>	

Sent To: Joseph D. + Cicilia Muench Jam. Just  
 Street, Apt. No. or PO Box No. P.O. Box 779  
 City, State, ZIP+4 Placitas, NM 87043

PS Form 3800, June 2002 See Reverse for Instructions

USPS - Track & Confirm

Page 1 of 1



## Track & Confirm

Current Status - 3/12/04

You entered 7002 2410 0001 0133 6781

Your item was delivered at 11:40 am on February 25, 2004 in PLACITAS, NM 87043.

[Shipment Details >](#)

### Track & Confirm

Enter label number:

[Track & Confirm FAQs](#)

### Notification Options

▶ Track & Confirm by email [What is this?](#)



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C  
Royalty Interest  
Pg 6 of 6

<b>SENDER: COMPLETE THIS SECTION</b>		<b>COMPLETE THIS SECTION ON DELIVERY</b>	
<ul style="list-style-type: none"> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>		<p>A. Signature  <input checked="" type="checkbox"/> <i>Martha J. Atkins</i> <input type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name)  <i>Martha J. Atkins</i></p> <p>C. Date of Delivery  <i>2-28-04</i></p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes          If YES, enter delivery address below: <input checked="" type="checkbox"/> No</p>	
<p>1. Article Addressed to:  <i>W. H. Atkins          2209 N. Parkwood          Farmington, TX 78550</i></p>		<p>3. Service Type  <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail  <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Return Receipt for Merchandise  <input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.</p> <p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>	
<p>2. Article Number          (Transfer from service label) <b>7002 2410 0001 0133 6880</b></p>		<p>2. Article Number          (Transfer from service label) <b>7002 2410 0001 0133 6927</b></p>	
<p>S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035</p>		<p>PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035</p>	

<b>SENDER: COMPLETE THIS SECTION</b>		<b>COMPLETE THIS SECTION ON DELIVERY</b>	
<ul style="list-style-type: none"> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>		<p>A. Signature  <input checked="" type="checkbox"/> <i>James A. Borland</i> <input type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name)  <i>J. Borland</i></p> <p>C. Date of Delivery  <i>2-25-04</i></p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes          If YES, enter delivery address below: <input checked="" type="checkbox"/> No</p>	
<p>1. Article Addressed to:  <i>James Borland          222 ... Street NW          Albuquerque, NM 87104</i></p>		<p>3. Service Type  <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail  <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Return Receipt for Merchandise  <input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.</p> <p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>	
<p>2. Article Number          (Transfer from service label) <b>7002 2410 0001 0133 6927</b></p>		<p>2. Article Number          (Transfer from service label) <b>7002 2410 0001 0133 6927</b></p>	
<p>PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035</p>		<p>PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035</p>	

<b>SENDER: COMPLETE THIS SECTION</b>		<b>COMPLETE THIS SECTION ON DELIVERY</b>	
<ul style="list-style-type: none"> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>		<p>A. Signature  <input checked="" type="checkbox"/> <i>John W. Barringar</i> <input type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name)  <i>John W. Barringar</i></p> <p>C. Date of Delivery  <i>2-25-04</i></p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes          If YES, enter delivery address below: <input checked="" type="checkbox"/> No</p>	
<p>1. Article Addressed to:  <i>John W. Barringar          1054 Greenwood Blvd.          Nashville, TN 37215</i></p>		<p>3. Service Type  <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail  <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Return Receipt for Merchandise  <input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.</p> <p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>	
<p>2. Article Number          (Transfer from service label) <b>7002 2410 0001 0133 6897</b></p>		<p>2. Article Number          (Transfer from service label) <b>7002 2410 0001 0133 6941</b></p>	
<p>S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035</p>		<p>PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035</p>	

<b>SENDER: COMPLETE THIS SECTION</b>		<b>COMPLETE THIS SECTION ON DELIVERY</b>	
<ul style="list-style-type: none"> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>		<p>A. Signature  <input checked="" type="checkbox"/> <i>John W. Barringar</i> <input type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name)  <i>John W. Barringar</i></p> <p>C. Date of Delivery  <i>2-25-04</i></p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes          If YES, enter delivery address below: <input checked="" type="checkbox"/> No</p>	
<p>1. Article Addressed to:  <i>Burlington Resources          P.O. Box 4299          Farmington, TN 37449-4299</i></p>		<p>3. Service Type  <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail  <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Return Receipt for Merchandise  <input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.</p> <p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>	
<p>2. Article Number          (Transfer from service label) <b>7002 2410 0001 0133 6941</b></p>		<p>2. Article Number          (Transfer from service label) <b>7002 2410 0001 0133 6941</b></p>	
<p>PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035</p>		<p>PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035</p>	

<b>SENDER: COMPLETE THIS SECTION</b>		<b>COMPLETE THIS SECTION ON DELIVERY</b>	
<ul style="list-style-type: none"> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>		<p>A. Signature  <input checked="" type="checkbox"/> <i>Kevin J. Barringar, Jr.</i> <input type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name)  <i>Kevin J. Barringar, Jr.</i></p> <p>C. Date of Delivery  <i>MAR 5 - 2004</i></p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes          If YES, enter delivery address below: <input checked="" type="checkbox"/> No</p>	
<p>1. Article Addressed to:  <i>Kevin J. Barringar, Jr.          192 Sayre Drive          Princeton, NJ 08540</i></p>		<p>3. Service Type  <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail  <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Return Receipt for Merchandise  <input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.</p> <p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>	
<p>2. Article Number          (Transfer from service label) <b>7002 2410 0001 0133 6903</b></p>		<p>2. Article Number          (Transfer from service label) <b>7002 2410 0001 0133 6958</b></p>	
<p>S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035</p>		<p>PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035</p>	

<b>SENDER: COMPLETE THIS SECTION</b>		<b>COMPLETE THIS SECTION ON DELIVERY</b>	
<ul style="list-style-type: none"> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>		<p>A. Signature  <input checked="" type="checkbox"/> <i>Glenn Callan</i> <input type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name)  <i>Glenn Callan</i></p> <p>C. Date of Delivery  <i>2-27-04</i></p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes          If YES, enter delivery address below: <input checked="" type="checkbox"/> No</p>	
<p>1. Article Addressed to:  <i>Glenn Callan          1029 Santa Florencia          Solano Beach, CA 92075</i></p>		<p>3. Service Type  <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail  <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Return Receipt for Merchandise  <input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.</p> <p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>	
<p>2. Article Number          (Transfer from service label) <b>7002 2410 0001 0133 6958</b></p>		<p>2. Article Number          (Transfer from service label) <b>7002 2410 0001 0133 6958</b></p>	
<p>PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035</p>		<p>PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035</p>	

ORRI OWNERS  
 consolidated Tabco Gathering System  
 Pg 1 of 12

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:  
J. H. Carpenter  
P.O. Box 608  
Sourlake, TX 77659

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
*Cookie Deagles*  Agent  Addressee

B. Received by (Printed Name)  
*Cookie Deagles* C. Date of Delivery  
*2-27-04*

D. Is delivery address different from item 1?  Yes  
If YES, enter delivery address below:  No

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:  
J. L. + Maryb. Crane Living Trust  
J. L. + Maryb. Crane, Trustees  
5203 Larp Street  
Farmington, NM 87401

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
*X Mary Crane*  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery  
*2-24-04*

D. Is delivery address different from item 1?  Yes  
If YES, enter delivery address below:  No

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

2. Article Number (Transfer from service label) **7002 2410 0001 0133 6972**

S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

2. Article Number (Transfer from service label) **7002 2410 0001 0133 7016**

PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:  
Lauron Speed  
P.O. Box 36366  
Houston, TX 77659

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
*X [Signature]*  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery  
*2-27-04*

D. Is delivery address different from item 1?  Yes  
If YES, enter delivery address below:  No

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:  
John W. Eddy  
P.O. Box 2104  
Santa Fe, NM 87501

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
*X [Signature]*  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery  
*2-27-04*

D. Is delivery address different from item 1?  Yes  
If YES, enter delivery address below:  No

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

2. Article Number (Transfer from service label) **7002 2410 0001 0133 6989**

S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

2. Article Number (Transfer from service label) **7002 2410 0001 0134 2201**

PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:  
Martha Henderson Collins  
2905 N. Montana Ave. #30216  
Tulsa, MO 74101

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
*[Signature]*  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery  
*2-27-04*

D. Is delivery address different from item 1?  Yes  
If YES, enter delivery address below:  No

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:  
Virginia Bass  
c/o Sherman  
1113 The Crossing Road  
O'Fallon, Mo 63366-4455

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
*X [Signature]*  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery  
*2-28-04*

D. Is delivery address different from item 1?  Yes  
If YES, enter delivery address below:  No

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

2. Article Number (Transfer from service label) **7002 2410 0001 0133 6996**

S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

2. Article Number (Transfer from service label) **7002 2410 0001 0134 2225**

PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

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Pg 2 of 12

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:  
 Father Greer Education Trust  
 to Nanette Greer Jarrelly  
 17 Apache Ridge  
 Suite 3e, TMM 87505

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 X *Nanette Greer Jarrelly*  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery

D. Is delivery address different from item 1?  Yes  No  
 If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:  
 Anne S. Henderson  
 7611 Maple Ave., Apt #811  
 Silver Spring, MD 20912

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 X *Anne S. Henderson*  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery

D. Is delivery address different from item 1?  Yes  No  
 If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

Article Number (Transfer from service label) **7002 2410 0001 0134 2232**

S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

Article Number (Transfer from service label) **7002 2410 0001 0134 2263**

PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:  
 Louise Adair McDougall Hadley  
 236 Bluff Road  
 Cedar Point, NC 28584

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 X *Louise Adair Hadley*  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery

D. Is delivery address different from item 1?  Yes  No  
 If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:  
 Robert Thomas Henderson  
 5028 River Road  
 Bethesda, MD 20016

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 X *Robert Thomas Henderson*  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery

D. Is delivery address different from item 1?  Yes  No  
 If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

Article Number (Transfer from service label) **7002 2410 0001 0134 2249**

S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

Article Number (Transfer from service label) **7002 2410 0001 0134 2270**

PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:  
 Hanson McBride Petroleum Co.  
 2 New Mexico Stl Partnership  
 P.O. Box 1515  
 Roswell, TMM 83201-1515

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 X *Carol J. Garcia*  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery

D. Is delivery address different from item 1?  Yes  No  
 If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:  
 Winifred + Ernest Jackson  
 1000 SW Santa Fe Lake Road  
 Lawrence, KS 67144-9213

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 X *Winifred Jackson*  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery

D. Is delivery address different from item 1?  Yes  No  
 If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

Article Number (Transfer from service label) **7002 2410 0001 0134 2256**

S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

Article Number (Transfer from service label) **7002 2410 0001 0134 2294**

PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

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**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.

Print your name and address on the reverse so that we can return the card to you.

Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:

Bob Kenny  
2518 Wembley Drive  
St. Louis, MO 63125

Article Number  
(Transfer from service label) **7002 2410 0001 0134 2300**

S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
X *Robert G. Kenny*  Agent  Addressee

B. Received by (Printed Name) *Robert G. Kenny* C. Date of Delivery *2/26/04*

D. Is delivery address different from item 1?  Yes  No  
If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.

Print your name and address on the reverse so that we can return the card to you.

Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:

Charles Alan McDougal  
792 Hookaley Court  
Raleigh, NC 27615

Article Number  
(Transfer from service label) **7002 2410 0001 0134 2355**

PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
X *Charles Alan McDougal*  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery *2/26/04*

D. Is delivery address different from item 1?  Yes  No  
If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.

Print your name and address on the reverse so that we can return the card to you.

Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:

Wm. B. Little Estate  
40 Wells Fargo Bldg + Bus Trust  
P.O. Box 5393  
Denver, CO 80217

Article Number  
(Transfer from service label) **7002 2410 0001 0134 2317**

S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
X *R. Gelfand*  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery *2/26/04*

D. Is delivery address different from item 1?  Yes  No  
If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.

Print your name and address on the reverse so that we can return the card to you.

Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:

Robert Bruce McDougal  
6608 Penas Lane  
Bartlesville, OK 74006

Article Number  
(Transfer from service label) **7002 2410 0001 0134 2362**

PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
X *Robert Bruce McDougal*  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery *2-27-04*

D. Is delivery address different from item 1?  Yes  No  
If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.

Print your name and address on the reverse so that we can return the card to you.

Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:

Wm. B. Little Estate  
P.O. Box 1258  
Farmington, TN 37499-1258

Article Number  
(Transfer from service label) **7002 2410 0001 0134 2324**

S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
X *Chris White*  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery *Chris White*

D. Is delivery address different from item 1?  Yes  No  
If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.

Print your name and address on the reverse so that we can return the card to you.

Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:

Martine Moe, Jr.  
222 Skyview Drive  
Islamorada, FL 33036

Article Number  
(Transfer from service label) **7002 2410 0001 0134 2379**

PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
X *Martine Moe, Jr.*  Agent  Addressee

B. Received by (Printed Name) C. Date of Delivery

D. Is delivery address different from item 1?  Yes  No  
If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

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**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:  
 Estate of Samuel D. Drivity  
 Linda Drivity, Talley, Executive  
 11352 Marjora Drive  
 Nevada City, CA 95959

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 X *Linda Drivity*  Agent  Addressee

B. Received by (Printed Name)  C. Date of Delivery  
 Linda Drivity 2-28-04

D. Is delivery address different from item 1?  Yes  
 If YES, enter delivery address below:  No

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:  
 Biggie W. Rame  
 c/o Palmer Hanson, Pers. Rep.  
 13505 SE River Road Condo #336  
 Milwaukee, OR 97222

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 X *Linda Drivity*  Agent  Addressee

B. Received by (Printed Name)  C. Date of Delivery  
 Linda Drivity 2-28-04

D. Is delivery address different from item 1?  Yes  
 If YES, enter delivery address below:  No

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

Article Number (Transfer from service label) 7002 2410 0001 0134 2386  
 S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1036

2. Article Number (Transfer from service label) 7002 2410 0001 0134 2423  
 PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1036

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:  
 Linda Drivity Talley  
 11352 Marjora Drive  
 Nevada City, CA 95959

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 X *Linda Drivity*  Agent  Addressee

B. Received by (Printed Name)  C. Date of Delivery  
 Linda Drivity 2-28-04

D. Is delivery address different from item 1?  Yes  
 If YES, enter delivery address below:  No

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:  
 Clara Sault  
 c/o Palmer Hanson, Pers. Rep.  
 13505 SE River Road, Condo #336  
 Milwaukee, OR 97222

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 X *Linda Drivity*  Agent  Addressee

B. Received by (Printed Name)  C. Date of Delivery  
 Linda Drivity 2-28-04

D. Is delivery address different from item 1?  Yes  
 If YES, enter delivery address below:  No

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

Article Number (Transfer from service label) 7002 2410 0001 0134 2393  
 S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1036

2. Article Number (Transfer from service label) 7002 2410 0001 0134 2430  
 PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1036

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:  
 Retroquest, Inc.  
 P.O. Box 2217  
 Farmington, NM 87499-2217

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 X *John E. Walker*  Agent  Addressee

B. Received by (Printed Name)  C. Date of Delivery  
 JOHN E. WALKER

D. Is delivery address different from item 1?  Yes  
 If YES, enter delivery address below:  No

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:  
 Lynn M. Shaw  
 1490 Memory Lane  
 Kalespell, MD 59901-5108

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 X *Robert L. Shaw*  Agent  Addressee

B. Received by (Printed Name)  C. Date of Delivery  
 ROBERT L. SHAW

D. Is delivery address different from item 1?  Yes  
 If YES, enter delivery address below:  No

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

Article Number (Transfer from service label) 7002 2410 0001 0134 2409  
 S Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1036

2. Article Number (Transfer from service label) 7002 2410 0001 0134 2447  
 PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1036

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SENDER - COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY	
<ul style="list-style-type: none"> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>	A. Signature X <i>Valeriem Sill</i> <input type="checkbox"/> Agent <input type="checkbox"/> Addressee	
	B. Received by (Printed Name) <i>Valeriem Sill</i>	C. Date of Delivery <i>2-27-04</i>
1. Article Addressed to: <i>Earnest + Valerie Sill</i> <i>30269 Cove View Street</i> <i>Sun City, CA 92587</i>	D. Is delivery address different from item 1? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If YES, enter delivery address below:	
	3. Service Type <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.	
	4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes	
2. Article Number (Transfer from service label) <b>7002 2410 0001 0134 2454</b>		
PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035		

SENDER - COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY	
<ul style="list-style-type: none"> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>	A. Signature X <i>Janie Andrews</i> <input type="checkbox"/> Agent <input type="checkbox"/> Addressee	
	B. Received by (Printed Name) <i>Janie Andrews</i>	C. Date of Delivery <i>2-26-04</i>
1. Article Addressed to: <i>Paul Sletton</i> <i>P.O. Box 2035</i> <i>Roswell, NM 88202-2035</i>	D. Is delivery address different from item 1? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If YES, enter delivery address below:	
	3. Service Type <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.	
	4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes	
2. Article Number (Transfer from service label) <b>7002 2410 0001 0134 2461</b>		
PS Form 3811, August 2001 Domestic Return Receipt 102595-02-M-1035		

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U.S. Postal Service™  
**CERTIFIED MAIL™ RECEIPT**  
 (Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com.

**OFFICIAL USE**

Postage	\$ .60	Postmark Here  2-23-04
Certified Fee	2.30	
Return Receipt Fee (Endorsement Required)	1.75	
Restricted Delivery Fee (Endorsement Required)		
Total Postage & Fees	\$ 4.65	

Sent To  
 Black Stone Acquisition Partners I, LP  
 Street, Apt. No.,  
 or PO Box No. P.O. Box 4360  
 City, State, ZIP+4  
 Houston TX 77210-4360

PS Form 3800, June 2002 See Reverse for Instructions

USPS - Track & Confirm

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## Track & Confirm

Current Status - 3/12/04

You entered 7002 2410 0001 0133 6910

There is no record of that item. If it was mailed recently, information may not yet be available. Please try again later.

### Track & Confirm

Enter label number:

[Track & Confirm FAQs](#)



POSTAL INSPECTORS  
Preserving the Trust

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⊕  
 ORRI OWNERS  
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7002 2410 0001 0133 6965

U.S. Postal Service™  
**CERTIFIED MAIL™ RECEIPT**  
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at [www.usps.com](http://www.usps.com)®

**OFFICIAL USE**

Postage	\$ .60
Certified Fee	2.30
Return Receipt Fee (Endorsement Required)	1.75
Restricted Delivery Fee (Endorsement Required)	
<b>Total Postage &amp; Fees</b>	<b>\$ 4.65</b>

Postmark  
Here

2-23-04

Sent To Megan Callan  
 Street, Apt. No.,  
 or PO Box No. 3579 Seaborn Circle  
 City, State, ZIP+4 San Diego, CA 92130

PS Form 3800, June 2002 See Reverse for Instructions

USPS - Track & Confirm

Page 1 of 1



## Track & Confirm

Current Status - 3/12/04

You entered 7002 2410 0001 0133 6965

We attempted to deliver your item at 12:11 pm on March 04, 2004 in SAN ANTONIO, TX 78209 and a notice was left. It can be redelivered or picked up at the Post Office. If the item is unclaimed, it will be returned to the sender. Information, if available, is updated every evening. Please check again later.

[Shipment Details >](#)

### Notification Options

▶ Track & Confirm by email [What is this?](#)

[Go >](#)



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### Track & Confirm

Enter label number:

[Track & Confirm FAQs](#)

E  
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U.S. Postal Service™  
**CERTIFIED MAIL™ RECEIPT**  
 (Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at [www.usps.com](http://www.usps.com).

**OFFICIAL USE**

Postage	\$ .60	Postmark Here 2-23-04
Certified Fee	2.30	
Return Receipt Fee (Endorsement Required)	1.75	
Restricted Delivery Fee (Endorsement Required)		
<b>Total Postage &amp; Fees</b>	<b>\$ 4.65</b>	

Sent To: Burke Development Co.  
 Street, Apt. No., or PO Box No.: 4710 Cabrillo Street  
 City, State, ZIP+4: San Francisco, CA 94121

PS Form 3800, June 2002 See Reverse for Instructions

USPS - Track & Confirm

Page 1 of 1



## Track & Confirm

Current Status - 3/12/04

You entered 7002 2410 0001 0134 2218

Your item was returned to the sender on March 01, 2004 because the addressee was not known.

[Shipment Details >](#)

### Notification Options

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dugan production corp.

P. O. BOX 439  
FARMINGTON, NEW MEXICO 87401-0439

*Handwritten note:* Dugan Production Corp #123456789



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SAN JOSE, CA 95101

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Restricted Delivery Fee (Endorsement Required)		
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# AFFIDAVIT OF PUBLICATION

Ad No. 49372

STATE OF NEW MEXICO  
County of San Juan:

CONNIE PRUITT, being duly sworn says:  
That she is the CLASSIFIED MANAGER of  
THE DAILY TIMES, a daily newspaper of  
general circulation published in English at  
Farmington, said county and state, and that  
the hereto attached Legal Notice was  
published in a regular and entire issue of the  
said DAILY TIMES, a daily newspaper duly  
qualified for the purpose within the meaning of  
Chapter 167 of the 1937 Session Laws of the  
State of New Mexico for publication and  
appeared in the Internet at The Daily Times  
web site on the following day(s):

Wednesday, February 25, 2004.

And the cost of the publication is \$130.04.

Connie Pruitt

ON 2-25-04 CONNIE PRUITT  
appeared before me, whom I know personally  
to be the person who signed the above  
document.

Grimy Beck  
My Commission Expires April 2, 2004.

## COPY OF PUBLICATION

918

Legals

### NOTICE

Dugan Production Corp. is applying to the New Mexico Oil Conservation Division (NMOCD), the Bureau of Land Management (BLM) and the New Mexico State Land Office (NMSLO), for regulatory approvals to consolidate Dugan Production's Federal I Gathering System (which currently has six wells authorized) with Dugan Production's Tabor Gathering System (which currently has 23 wells authorized). We are also proposing to add 10 wells (seven completed and three proposed) to the consolidated gathering system. This will require the surface commingling of natural gas and produced water plus the off-lease measurement and sale of natural gas. There will be no commingling of oil or condensate. We are also proposing to change the allocation procedure currently approved for the Federal I Gathering System from using periodic well tests to using allocation meters installed on each well. This will allow all wells on the consolidated gathering system to use the same allocation procedure. Dugan Production is also requesting that the NMOCD amend the existing surface commingling order to allow future additions to the gathering system following notice only to the interest owners being added, provided it is reasonably certain that the proposed additions will not affect the wells previously authorized for the gathering system. The wells to be added and the existing gathering system are located within Sections 1, 2, 3, 10, 11 & 12 of Township 29N, Range 14W; plus Sections 25, 26, 27, 33, 34, 35 & 36 of Township 30N, Range 14W; all located in San Juan County, New Mexico. The current central delivery gas sales meter (CDP) for the Tabor Gathering System is located in the NE/4 NE/4 of Section 2, T-29N, R-14W and delivers gas to Gulferra Field Services (previously El Paso Field Services). This CDP gas sales meter will continue to serve the consolidated gathering system. The CDP gas sales meter for the Federal I Gathering System (located in the NE/4 NW/4 of Section 1, T-29N, R-14W) will be removed from service. The consolidated gathering system will have 29 wells which are completed in the following three gas pools; Basin Dakota (3 wells), Basin Fruitland Coal (11 wells), and the Harper Hill Fruitland Sand Pictured Cliffs (15 wells). Of the 10 wells to be added, four will be completed in the Basin Fruitland Coal gas pool, five in the Harper Hill Fruitland Sand Pictured Cliffs gas pool, and one well in the Twin Mounds Fruitland Sand Pictured Cliffs gas pool. All wells are located upon one of the following leases held by Dugan Production Corp.: Federal Leases NM-4465, NM-23072, NM-28761, NM-33050, NM-33051, NM-101992, NM-0206994, NM-0206995 & SF-078110; State Leases B-011571-47, B-11242, E-2526-9, E-3149, E-3555-6, E-6714, E-6714-4, E-6714-6, LG-3736, V-5411 & VA-310; and numerous fee leases held by Richard C. Akins, Lisa Diané Clancy, Gary Alan Cline, Larry Dimmick, Robin Lynn Fleming, Joseph E. & Twila M. Gooding, Patricia Harbin, Bill Jensen, Robert F. & Janice A. Johnston, Rilla King, Colleen McSparron, Motor Property Partners, Joseph O. & Cicily M. Muench Family Trust, Randall E. Presley, LaRue Schenck, New Mexico Highway Department and Geraldine Sterling. Any person holding an interest in any of these lands or leases may contact Dugan Production Corp. for additional information. Notice of the application is being mailed to all interest owners, however there may be interest owners for which the mailing address is not known and this advertisement is required to provide the necessary notice. The mailing addresses available for the following interest owners are believed to not be current; Eisyee Kilgore Trust, Lee W. Kilgore Trust, Harper & Nellie Proctor and Texon Energy Corp. Inquiries should be directed to John Roe at 505-325-1821 or by mail at P. O. Box 420, Farmington, NM 87499. Any objection or request for a formal hearing should be filed in writing with the NMOCD's Santa Fe Office within 20 days from the initial date of this publication. In the absence of objection, Dugan Production Corp. has requested that the NMOCD approve its application administratively. The NMOCD's address is 1220 South St. Francis Drive, Santa Fe, NM. 87505.

Legal No. 49372 published in The Daily Times, Farmington, New Mexico on Wednesday, February 25, 2004.