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SAN JUAN RESOURCES, INC.

JERRY McHUGH, Jr.

December 9, 2005

RECEIVED
DEC 16 2005
OIL CONSERVATION
DIVISION

**POOLED WORKING INTEREST OWNERS
SEE ATTACHED ADDRESS LIST**

RE: Tecumseh #1E Well
1455' FSL, 1225' FWL, Unit L,
Section 18: T30N, R11W,
San Juan County, New Mexico
Case No. 13391, Force Pooling Order R-11926-A

Dear Pooled Working Interest Owner:

Please find enclosed an itemized schedule of actual wells costs for the Tecumseh #1E.

The language per Order number R-11926 (Page 6, Paragraph 10) is restated here: "The operator shall furnish the Division and each known pooled working interest owner (including non-consenting working interest owners) an itemized schedule of actual well costs within 90 days following completion of the Tecumseh Well No. 1E."

This shall fulfill the requirements of San Juan Resources, Inc. per the subject order.

Very Truly Yours,
SAN JUAN RESOURCES, INC.



Jerry McHugh, Jr.
President

cc: NMOCD, Santa Fe, NM
Kellahin & Kellahin (Thomas Kellahin)
Walsh Engineering (Paul Thompson)

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San Juan Resources of Colorado, Inc.
TECUMSEH #1E PROSPECT
T30N-R11W, NMPM
Section 18: S/2, NWSW well location (UL "L")
San Juan County, New Mexico
Minerals Owners List
January 6, 2005 Force Pooling Hearing

Party	Mineral Interest
O. Leonard Mosley, & Leona M. P.O. Box 4401 Gillette, WY 82727	1.02587%
George A. Mosley & Janet R. 42307 N. Newport Hwy. Elk, WA 99009	1.02587%
Bob L. Mosley 701 E. Zia P.O. Box 1653 Aztec, NM 87410	1.02587%
Mary Gwendolyn Mosley P.O. Box 9201 Brooks, OR 97305	1.02587%
Betty A. Handley PO Box 737 Newport, WA 99156-0737	1.02587%
Total Uncommitted Min Owners	5.12935%

San Juan Resources of Colorado, Inc.
TECUMSEH #1E PROSPECT
T30N-R11W, NMPM
Section 18: S/2, well located in NWSW, (UL "L")
San Juan County, New Mexico
Working Owners List
January 6, 2005 Force Pooling Hearing

Party	Working Interest	Party	Working Interest
James H. Reedy 45 Brewster Road Scarsdale, N Y 10583-3001	6.36910%	John C. Simpson, Jr. c/o J. Simpson 404 Cheswick Pl Bryn Mawr, PA 19010-1251	0.79614%
H. A. Arnold 460 Park Avenue New York, NY 10022-1906	2.38841%	Raymond A. Townley 532 Avonwood Road Haverford, PA 19041-1603	0.39820%
St. Francis Xavier Church 524 9 th Street Wilmette, Illinois 60091	0.79614%	W.B & L. 900 Wilshire Los Angeles, CA 90017-4701	1.59228%
Church of the Redeemer 5700 Forbes Avenue Pittsburg, PA 15127-1526	0.79614%	Charles T. Zaoral 230 Park Avenue New York, NY 10169-0005	0.79614%
St. John Parish in the Town of Lewisboro P.O. Box 224 South Salem, NY 10590	0.79614%	Raymond S. Page, Jr. Mill Creek Terrance Gladwyne PA 19035-1544	0.79614%
Mr. Fred H. Gowan 551 Fifth Avenue, Suite 1920 New York, NY	1.59228%	Murray Shields 551 Fifth Avenue, Suite 1920 New York, NY 10176-0001	0.79614%
Arthur Levey 45 East End Avenue New York, NY 10028-7953	0.39280%	Gustave Simons 515 Madison Avenue New York, NY 10022	0.79614%
Gilbert MacKay 551 Fifth Avenue, Suite 1920 New York, NY 10176-0001	1.59228%		
Driscoll Estate c/o Steven & Elizabeth McManus 3605 Rosedale Ave Dallas, TX 75205	15.90467%		
total column	30.62796%	total column	5.97118%
Total uncommitted WI Owners	36.59914%		

San Jua Resources of Colorado, Inc.
Authority for Expenditure - Actual Costs
Well: NM50007 Tecumseh #1E
Printed on:12/08/05 at 01:39
Rept 230-01 Based:11/30/05
Accounting Basis:Cash Date

DRILLING COSTS

SURVEY & PERMITS	5,610.74
TITLE OPINION, CURATIVE	679.7
DAMAGES	71,574.03
DIRT WORK	16,437.48
PIT LINER & FENCE	4,617.16
DRILLING DAYWORK	127,106.90
RIG RENTALS	7,576.47
DRILL BITS	25,779.04
RIG MOBILIZATION/DEMOBILE	16,375.98
WATER & WATER HAULING	27,715.67
DRILLING MUD, AIR PKG & NITRO	41,597.72
FUEL	22,363.56
SURFACE CASING	5,659.01
CASING HEAD	15,460.93
CEMENT SURFACE	13,952.49
LOGS	23,991.39
INTERMEDIATE CASING	52,414.91
CASING CREW	4,536.91
CEMENT INTERMEDIATE	18,335.69
MISCELLANEOUS	8,624.45
TRUCKING	8,738.65
ENGINEERING/SUPERVISION	8,038.48
DRILLING OVERHEAD	2,260.30
DRILLING CONTINGENCIES	0
GRAND TOTAL DRILLING COSTS	<u>529,447.66</u>

COMPLETION COSTS

PRODUCTION CASING	44,138.30
CEMENT PRODUCTION CASING	15,017.46
CASING CREW	3,757.73
TUBING	24,925.34
PERFORATIONS	9,688.55
STIMULATION	232,876.56
TOOL RENTAL (FRAC VALVE)	1,166.81
FRAC TANK RENTAL	19,121.78
COMPLETION FLUIDS	5,369.41
COMPLETION RIG	33,001.92
SEPARATOR, HEATER, DEHY	11,507.55
FLOWLINES & INSTALL	12,237.31
TANK & FITTING	23,419.18
MISCELLANEOUS EQUIPMENT	3,257.30
MISCELLANEOUS COMPLETION COSTS	3,538.69
TRUCKING	19,375.91
PIPELINE/GATHERING FACILITY	68,315.61
RESTORE LOCATION	1,356.07
COMPLETION OVERHEAD	1,580.65
ENGINEERING/SUPERVISION	6,277.96
COMPLETION CONTINGENCIES	0
GRAND TOTAL COMPLETION COSTS	<u>539,930.09</u>
GRAND TOTAL WELL COSTS	<u><u>1,069,377.75</u></u>