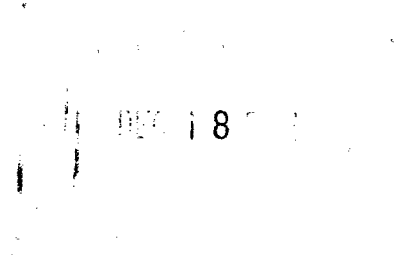




OXY USA WTP LP

1943 N. Grimes B - 269
Hobbs, NM 88240
505-393-2174 Office
505-397-2671 Fax

*JAC
CWR
12265*



December 13, 2002

NMOCD
David Catanach
1220 S. St. Francis Dr.
Santa Fe, NM 87505

Dear Mr. Catanach:

Please find attached our monthly reporting of data concerning our Government AB # 9 SWD Conversion.

We began injecting water on 1/30/01. If you have need of further information please contact me at 505-393-2176.

Sincerely,

John Erickson, Production Coordinator
Frontier Asset Group

Attachment

EMERY
ARCS Monitoring Report
 City of Albuquerque
 Safety Council
 Re: Division Order No. 2-11328

12-13-02

Monthly Well Tests:

Well Name & Number	Test Date	Oil BPP	Water BPP	Gas MCFPD
Government AB 7	11-13-02	7	0	50
Government AB 8	11-14-02	7	5	51
Government S 3	11-12-02	22	11	114
Government S 7	11-12-02	6	2	37

*Note: Government AB 8 injection well must be shut-in if this value exceeds 100 BPPD

Weekly Pressure Readings:

Well Name & Number	Date Readings Taken	Pressure between 5 1/2" and 10" Injection Casing"	Original Surface Pressure	Date of Original Surface Pressure
Government S 2	11-2-02	0	13	1-24-01
	11-16-02	0		
	11-27-02	0		
Government AB 2	11-1-02	0	3	1-24-01
	11-15-02	0		
	11-30-02	0		

**Note: Government AB 2 injection well must be shut-in and the Artesia District Office notified immediately if this exceeds 30 psi above the surface pressure. Any pressure increase above 30 psi should be reported immediately to the Artesia District Office.

Weekly Injection Well Status:

Well Name & Number	Date Readings Taken	tubing Pressure, psi	Injection Rate, BPPD
Government AB 3	11-1-02	-9.2 (VAC)	5180/62
	11-9-02	-9.0 (VAC)	52362/66
	11-15-02	-9.4 (VAC)	52788/62
	11-27-02	-9.1 (VAC)	53775/60

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

Richard E. Mayo
 Signature
 Richard E. Mayo
 Printed Name
 Production Tech
 Title
 12-13-02 390-1096
 Date & Telephone Number