

MARSHALL Pipe & Supply Company

Drilling

Producing

13423 FORESTWAY DRIVE

DALLAS, TEXAS 75240

(214) 239-7284

J. W. Marshall
Dallas, Texas
RESIDENCE
(214) 233-7881

Stogner

April 26th, 1989

Gordon Michie
582 Market St.,
San Francisco, California 94101

copy

R. N. Mathews
703 Market St.,
San Francisco, Calif. 94101

Re: PERRY #1:
Section 23, S/2,
T2S, R29E
Roosevelt County, New Mexico

Gentlemen:

app. 5.

As per the Order of the Division dated April 11th, 1989,
Order No. R-8910, Case No. 9625, IT IS THEREFORE ORDERED,
Paragraph (3), we are enclosing Itemized Details showing
Actual Costs on the Perry #1 Well through this date 4-26-89.

Total to date: \$ 453,099.01
Details attached

Very truly yours,

MARSHALL PIPE & SUPPLY COMPANY

J. W. Marshall
J. W. Marshall
JWM:vlj

RECEIVED

APR 28 1989

OIL CONSERVATION DIV.
SANTA FE

cc: Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87501

cc: David Vandiver
Dickerson, Fisk & Vandiver
Seventh and Mahone - Suite E
Artesia, New Mexico 88210

Details Enclosed.

PERRY #1:

Section 23, S/2, T2S, R29E
Roosevelt County, New Mexico

RE: NEW MEXICO OIL CONSERVATION DIVISION ORDER
NO. R-8910, CASE NO. 9625

RE: GORDON MICHIE, LAST KNOWN ADDRESS: 582 Market St. San Francisco, Calif
and: 94101
R. N. MATHEWS: " 703 Market St., San Francisco, Calif
94101

		DR:		TOTAL:
2	12-30-88	ACTUAL COSTS, EQUIPMENT & DEVELOPMENT		
3		TO CASING POINT, COMPLETION AND GAS EQUIPMENT		
4		AND INSTALLATION OF SAME:		
6	12-30-88	DEVELOPMENT:	\$ 312,494.21	
7	"	EQUIPMENT:	111,195.63	\$ 423,689.84
9	2-13-89	Development/Oper.	14,501.68	438,191.529
10	3-20-89	"	7,208.10	445,399.629
11	4-15-89	"	7,699.39	453,099.019
12	4-26-89:	TOTAL COST TO DATE:	453,099.01	453,099.019

MARSHALL Pipe & Supply Company

Drilling

Producing

13423 FORESTWAY DRIVE

DALLAS, TEXAS 75240

(214) 239-7284

December 30th, 1988

J. W. Marshall
Dallas, Texas
RESIDENCE
(214) 233-7881

WORKING INTEREST OWNERS

PERRY #1: S/2 Section 23, T2S, R29E
ROOSEVELT COUNTY, NEW MEXICO

Dear Working Interest Owners:

We are enclosing Detail Pages, together with copies of third party invoices covering:

EQUIPMENT & DEVELOPMENT COSTS
TO CASING POINT
TO COMPLETION
INCLUDING GAS EQUIPMENT AND INSTALLATION AS OF 12-30-88

<u>DATE:</u>	<u>DEVELOPMENT:</u>	<u>EQUIPMENT:</u>	<u>TOTAL:</u>
5-24-88, AFE to Casing Point	233,368.17	25,795.00	259,163.17
9-5-88, AFE Re: Completion	98,224.00	51,013.23	149,237.23
9-14-88 AFE Re: Gas Equip.	7,000.00	22,755.65	29,755.65
TOTALS AS PER AFES:	<u>338,592.17</u>	<u>99,563.88</u>	<u>438,156.05</u>

ACTUAL COSTS, as of 12-30-88:	<u>312,494.21</u>	<u>111,195.63</u>	<u>423,689.84</u>
DIFFERENCE:	<u>- 26,097.96</u>	<u>+ 11,631.75</u>	<u>- 14,466.21</u>

We are enclosing CREDIT MEMO'S for your part of the OVERPAYMENT ON PERRY #1, as of 12-30-88:

Development:	- 26,097.96
Equipment:	+ 11,631.75
Credit:	- <u>14,466.21</u>

Very truly yours,

MARSHALL PIPE & SUPPLY COMPANY


J. W. Marshall

JWM;vijs

encl: Details and Credit Memos

MARSHALL PIPE & SUPPLY COMPANY
13423 Forestway Drive
DALLAS, TEXAS 75240

December 31st, 1988

PERRY #1
S/2 Section 23, T2S, R29E
Roosevelt County, New Mexico

ACTUAL COSTS OVER AFE'S COVERING COST TO CASING POINT
COMPLETION, AND
GAS EQUIPMENT & INSTALLING SAME

EQUIPMENT:

Brammer Pipe & Steel Co.,	Inv. 9530 8-5/8" Casing	\$ 20,692.42
"	Inv. 9542 13-3/8" Casing	6,117.12
"	Inv. 9602 5-1/2" Casing	30,686.64
"	Inv. 9789 2-3/8" Tubing	10,547.28
"	Inv. 9789-A 3" Linepipe	6,369.75
"	Inv. 9803 Two 300 BBl Tanks	3,700.00
"	Inv. 9826, Tubing for line	2,733.10
Brammer Supply, Inc.,	Inv. 20520 8-5/8 to 5 1/2" head, nipple	622.00
"	Inv. 21650, valves, plugs, nipples, etc.	8,242.20
"	Inv. 21943, 2" Valve	1,073.12
Engelman-General, Inc.,	Inv. 023463, dump valves, etc.	1,231.13
Hondo Pipe & Supply	Inv. 9245, ells	184.56
Marshall Pipe & Supply Co.	Inv. 9-5-88, 2 Jts., 5 1/2" from Speight	339.51
"	Inv. 9-5-88, 4 Jts., 5 1/2" from McGee	554.33
Quality Manufacturing, Inc.	Inv. 1224 Gas Production Unit, used foundation blocks & meter run	7,100.00
"	Inv. 1234, Gas Production Unit, used foundation blocks & meter run	7,100.00
Republic Supply Co.	Inv. 479153 couplings, fittings, hose	1,536.85
"	Inv. 479229 plugs, nipples, tees, etc.	1,585.69
"	Inv. 479581 couplings, adaptors, hose	779.93
<u>PERRY EQUIPMENT, TO DATE:</u>		<u>\$ 111,195.63</u>

Details attached:

December 31st, 1988

PERRY #1
S/2 Section 23, T2S, R29E
Roosevelt County, New Mexico

ACTUAL COSTS OF EXPENSES COVERING: COST TO CASING POINT
COMPLETION
INSTALLATION & CHECKING GAS PRODUCTION
COSTS:

DEVELOPMENT:

Butler Signs	Inv. 11-22-88	
	Lease Sign	47.86
County Clerk	Inv. 10-6-88	
"	Recording	10.00
"	Inv. 12-13-88	
"	Recording	26.00
Dickerson, Fisk & Vandiver	Inv. 3-19-88	
"	Unorthodox well location	187.50
"	Inv. 4-12-88,	
"	Unorthodox well, title	1,622.25
"	Inv. 7-8-88	
"	ownership, Abstracts	3,938.00
"	Inv. 11-1-88,	
"	Re: Citigas Contract	11.25
"	Inv. 11-1-88,	
"	Re: Title Opinion	1,145.25
"	Inv. 12-6-88,	
"	curative work	21.46
"	Inv. 12-6-88, Yates/Dekalb	93.55
Donham Oil Tool Co.,	Inv. 100325	
	Rental tools	277.20
Engelman-General, Inc.,	Inv. 23847, labor	495.00
Federal Express	8-17-88, Tooke, Mud Logger	14.00
"	12-2-87, curative to Grady	20.25
"	2-10-88, Patton Surveyor	11.00
"	6-2-88, rushing documents	39.00
"	7-8-88, " "	14.00
"	9-15, and 21, rushing info.	100.00
"	9-28-88, documents	34.25
"	11-14-88, charts	7.56
"	11-2-88, Energy Dept & Gas	
"	Gatherer	34.00
"	12-16-87, Info to attorney	14.00
Globe Construction Co.,	Inv. 888-030, Location, Pits	3,288.88
"	Inv. 888-031, pull trucks,	
"	backdrag road and location	1,275.28
"	Inv. 988-002, pull trucks	1,281.36
"	Inv. 988-035, level around well	805.44
"	Inv. 1088-023, cut pits,	
"	build tank grade, bury pipeline	4,434.12
"	Inv. 189-014, cleanup of pits	1,081.97
James H. Grady, Landman	Inv. 9-17-88, curative work	1,693.14
Graham Abstract	Inv. 10-21-88, supplemental	
	abstracts	273.37
Gustamantes Well Service	Inv. 1215, well completion	12,019.55
"	Inv. 1218, 4 point test,	
"	flow test well	676.23
"	Inv. 1222, checked well, put	
"	back on line	4,475.76
Halliburton Services	Inv. 407688, cement surface	3,602.61
"	Inv. 407691, cement, inter-	
"	mediate casing	7,913.82
"	Inv. 407723, acidize	15,370.63
"	Inv. 407737, cement prod.	
"	casing	5,864.05
"	Inv. 522535, tool service	2,837.50
"	Inv. 522554, Open Hole Test	2,998.61
"	Inv. 522741, Kill Well	1,429.97
Hamilton Welding	Inv. 6435, weld 13-3/8"	118.44
"	Inv. 6436, weld nipple	183.49
"	Inv. 6439, line pit	1,977.52
"	Inv. 6441, cut 13-3/8, and 8-5/8	321.98

MARSHALL PIPE & SUPPLY COMPANY
 13423 Forestway Drive
 DALLAS, TEXAS 75240

December 31st, 1988

PERRY #1

S/2 Section 23, T2S, R29E
 Roosevelt County, New Mexico

ACTUAL COSTS CONTINUED: DEVELOPMENT: Page #2:

DEVELOPMENT - Page #2

Hamilton Welding	Inv. 3729, welding, fence pits	\$ 2,947.00
"	Inv. 3746, watch and re-light flair	380.70
"	Inv. 3749, fence well, tanks and separators	185.00
Jack Houston Drilling, Inc.,	Inv. 9-4-88, Drilling contract	112,195.13
Kenna Water Sales	Inv. 3026, saltwater disposal	268.39
Kenneth Tank Service,	Inv. 18120, fresh water to rig	10,786.29
"	Inv. 18226, " "	438.81
"	Inv. 18333, saltwater disposal	1,063.33
M & G Pipe & Trucking	Inv. 1194, pulling water trks	134.29
"	Inv. 1197, forklift, unloading 5-1/2"	166.08
"	Inv. 1193, loading 210 tank to lease	162.79
"	Inv. 1195, forklift, unloading 8-5/8"	276.71
"	Inv. 1211, forklift, unloading 2-3/8", two 300 bbl tanks	920.85
"	Inv. 1213, forklift, unloading separator	221.44
"	Inv. 1223, " "	162.79
"	Inv. 1220, " BOP & Flange	165.08
Marshall Pipe & Supply co.	OPERATOR'S CHARGE FOR DRILLING WELL, AS PER OPER AGREE.	5,010.00
"	Supervision to Casing Point, and Completion	9,682.80
Marrs Mud, Inc.,	Inv. 04914, Mud and Chemicals	14,437.60
Ben Milford, Geologist	Inv. 9-5-88, Geological consulting	4,537.69
Otis Engineering Corp.,	Inv. 643133, packer service	3,778.34
"	Inv. 643810, re: seal assembly	8,739.51
"	Inv. 654461, running tools	2,947.04
P. R. Patton & Assoc.	Inv. 1-29-88, Survey Location	397.03
Permian	Inv. 6330, Wash oil	1,782.48
Permian Treating Chemicals	Inv. 1105, Anti-Freeze	565.08
Precision Service, Inc.,	Inv. 44366, calibration	254.63
"	44437, meter test, lower	268.09
"	44438, plate chg:	44.02
"	44439, meter test - upper	178.09
"	44745, master meter	24.58
"	44747, sampling, grav./upper	75.38
"	44749, " " /lower	63.89
"	44750, meter/static spring	571.92
"	44753, orifice plate	122.94
"	44827, plate	6.21
"	44831, meter test/lower	63.89
"	44832, chromatograph ana/upper	47.36
"	44833, " " /lower	47.36
"	44834, master meter	11.84
"	45015, tule inconnect analysis	11.84
"	44891, " " , meter test	32.66
Schlumberger Well Services	Inv. 4-061290, Logs	13,256.76
Sewell-Uselton Ins. Agency	Inv. 7256PC, Blanket bond	500.00
T & C Tank Rental & Anchor Ser.	Inv. 0988-117, guyline anchors	740.42
Tooke International	Inv. 2210, mudlogging	2,749.69
"	2260, "	4,666.62
"	2333, "	89.62
Turnbull, Greg	Inv. 227651, hook up and consult installation of gas	595.70
"	227652, checking gas well	379.50
W.A.S.P. Wireline Co.	Inv. 174, gamma ray cement, and perforate	15,788.28

MARSHALL PIPE & SUPPLY COMPANY
13423 Forestway Drive
DALLAS, TEXAS 75240

December 31st, 1988

PERRY #1

S/2 Section 23, T2S, R29E
Roosevelt County, New Mexico

ACTUAL COSTS CONTINUED: DEVELOPMENT: PAGE #3:

DEVELOPMENT - PAGE #3:

John West Engineering Co.,	Inv. 1088-40, 4 Point Test:	\$	3,324.37
West Texas Casing, Inc.,	Inv. 5940, run 13-3/8"		950.00
"	5941, run 8-5/8"		1,334.20
"	5949, run 5-1/2"		1,855.00

DEVELOPMENT, TO DATE: 12-31-88

\$ 312,494.21

Details Attached:

MARSHALL PIPE & SUPPLY

13423 FORESTWAY DRIVE
DALLAS, TEXAS 75240

02/13/89

PERRY
ROOSEVELT WM

DEVELOPMENT BILLS

COUNTY CLERK, ROOSEVELT COUNTY	1-25-89	79.00	RECORDING STIPULATION, RE: PERRY
COUNTY CLERK, ROOSEVELT COUNTY	1-27-89	10.50	ADDITIONAL AMOUNT TO RECORD STIPULATION
DICKERSON, FISK & VANDIVER	2-2-89	5697.43	DIVISION ORDER OPINION OF TITLE NO. 358, ETC.
FEDERAL EXPRESS	12-14-88	7.04	SENDING CHARTS
FEDERAL EXPRESS	2-1-89	5.07	SENDING CHARTS
GUSTAMANTES, J. A.	DECEMBER 29TH, 1988	139.80	SUB-CONTRACT PUMPING SERVICES, 12-19-88 - 12-31-88
GUSTAMANTES, J. A.	JANUARY 23RD, 1989	333.33	SUB-CONTRACT PUMPING SERVICES, JANUARY, 1989
GUSTAMANTES, J. A.	7267	105.25	ROUSTABOUT WORK/CUT & THREAD PIPE, HOOK UP WELL
GUSTAMANTES, J. A.	7268	768.33	ROUSTABOUT WORK/FOUND LEAK IN COLLAR, & REPAIRED
GUSTAMANTES, J. A.	7274	19.74	CUT RODS & MAKE LADDER/SALTWATER TANK/PERRY'S PART
GUSTAMANTES, J. A.	7276	75.40	INSULATE MANIFOLD, PERRY'S PART
GUSTAMANTES, J. A.	7277	73.64	ANTIFREEZE, PADLOCKS FOR TANKS/PERRY'S PART
HAMILTON WELDING	1550	814.27	HOOING UP SALTWATER LINE TO SALTWATER TANK
HONDO PIPE & SUPPLY CO.	9399	28.65	MISC. CONNECTIONS
HONDO PIPE & SUPPLY CO.	9424	18.95	COLLAR CLAMP
HONDO PIPE & SUPPLY CO.	CREDIT MEMO 9451	-121.97	RETURN OF MISC. CONNECTIONS
KENNETH TANK SERVICE	18489	502.14	HAUL FRESH WATER TO WELL TO KILL SAME
KENNETH TANK SERVICE	18490	159.00	HAUL SALTWATER TO DISPOSAL
LACT SERVICE COMPANY	10106	150.16	CALIBRATE TWO ORFICE METERS
LACT SERVICE COMPANY	10110	24.37	CALIBRATE ORFICE METER/MAIN LINE MASTER METER
MARSHALL PIPE & SUPPLY CO.	NOVEMBER, 1988	250.00	OVERHEAD AND SUPERVISION
MARSHALL PIPE & SUPPLY CO.	DECEMBER, 1988	250.00	OVERHEAD AND SUPERVISION
MARSHALL PIPE & SUPPLY CO.	JANUARY, 1989	250.00	OVERHEAD AND SUPERVISION
MARSHALL PIPE & SUPPLY CO.	JANUARY 31ST, 1989	546.00	TECHNICAL SUPERVISION, RE: CHANGE OF PUMPERS
MILLORD PIPE & SUPPLY, INC.	42633	1237.64	HOSE, MISC CONNECTIONS
MILLORD PIPE & SUPPLY, INC.	42827	874.80	HOSE, MISC. FITTINGS
MILLORD PIPE & SUPPLY, INC.	CREDIT MEMO 43552	-234.46	RETURN OF CONNECTIONS
OTIS ENGINEERING CORP.	657794	159.43	RING AND SEAL
PERMIAN TREATING CHEMICALS, INC	1008	598.69	ANTI-FREEZE
PERMIAN TREATING CHEMICALS, INC	1009	185.17	TRIETHOLYNE GLYCOL/PERRY'S PART
PRECISION FLOW, INC.	12000	174.74	DRIP POTS
PRECISION SERVICE, INC.	45349	35.30	PENS AND BATTERIES, PERRY'S PART
PRECISION SERVICE, INC.	45371	30.18	PHYSICAL METER TEST, MASTER METER/PERRY'S PART
PRECISION SERVICE, INC.	45373	120.70	PHYSICAL METER TEST, PERRY'S LOWER PENN.
PRECISION SERVICE, INC.	45377	28.77	PLATE CHANGE/MASTER METER/PERRY'S PART
PRECISION SERVICE, INC.	45415	11.90	CHART INTEGRATION FOR DECEMBER, 1988, PERRY'S PART
PRECISION SERVICE, INC.	45532	223.50	INSTALL DRIP POTS, PERRY, UPPER PENN.
PRECISION SERVICE, INC.	45534	198.33	INSTALL DRIP POTS, PERRY LOWER PENN.
PRECISION SERVICE, INC.	45535	143.84	PHYSICAL METER TEST, PLATE CHANGE, ETC/PERRY UPPER
PRECISION SERVICE, INC.	45536	30.29	PHYSICAL METER TEST/MASTER METER/PERRY'S PART
PRECISION SERVICE, INC.	45737	326.26	INSTALL 100" RANGE SPRING/PHY.METER TEST/LDWER
QUALITY MANUFACTURING, INC.	1241	122.50	SERVICE TECHNICIAN RE: DEHYDRATION UNIT, GAS UNITS
SEWELL-USELTON INSUR. AGENCY	10224 PC	48.00	INSURE TANKS AND OIL IN SAME

TOTAL

14501.68

GRAND TOTAL OF EXPENDITURES

14501.68

MARSHALL PIPE & SUPPLY

13423 FORESTWAY DRIVE
DALLAS, TEXAS 75240

03/20/89

PERRY
ROOSEVELT NM

DEVELOPMENT BILLS

FEDERAL EXPRESS	2-8-89	14.00	SENDING STIPULATION AGREEMENT TO BE RECORDED
GANDY CORPORATION	42871	133.11	LOADED WATER, TOOK TO LEASE TO STEAM FROZEN LINES
GRADY & ASSOC., JAMES GRADY	3-4-89	3292.31	TITLE CURATIVE, PERRY #1
GUSTAMANTES, JACK	FEBRUARY 22, 1989	333.33	PUMPING SERVICES, FEBRUARY, 1989
GUSTAMANTES, JACK-ROUSTABOUT	7266	263.13	HOOKEO UP CASING SIDE WITH STEEL LINE
GUSTAMANTES, JACK-ROUSTABOUT	7284	26.31	BUILT FENCE AROUND SEPARATORS
GUSTAMANTES, JACK-ROUSTABOUT	7281	197.34	BUILT FENCE AROUND WELLHEAD
GUSTAMANTES, JACK-ROUSTABOUT	7282	78.94	BLEW DOWN WELL AND CHANGED OUT METER RUN
GUSTAMANTES, JACK-WELL SERVICE	1230	399.95	WELL SERVICE
KENNETH TANK SERVICE	18520	136.40	SALTWATER DISPOSAL
KENNETH TANK SERVICE	18579	68.20	SALTWATER DISPOSAL
MARSHALL PIPE & SUPPLY CO.,	FEBRUARY, 1989	250.00	OVERHEAD & SUPERVISION, PERRY
PERMIAN TREATING CHEMICALS, INC	113	598.69	ANTI-FREEZE
PERMIAN TREATING CHEMICALS, INC	203	228.05	TRI-GLYCOL FOR GLYCOL UNIT
PERMIAN TREATING CHEMICALS, INC	304	228.06	TRI-GLYCOL FOR GLYCOL UNIT
PRECISION SERVICE, INC.	45909	4.08	CHARTS
PRECISION SERVICE, INC.	46129	13.63	CHART INTEGRATION FOR JANUARY, 1989
PRECISION SERVICE, INC.	46418	56.21	QUARTERLY MIT. METER TEST/TULE LAKE INTERCONNECT.
PRECISION SERVICE, INC.	46419	87.49	QUARTERLY PHYSICAL METER TEST, PERRY LOWER
PRECISION SERVICE, INC.	46423	14.67	QUARTERLY PHYSICAL METER TEST, MASTER METER
PRECISION SERVICE, INC.	46525	47.36	CHROMATOGRAPH ANALYSIS, PERRY LOWER
PRECISION SERVICE, INC.	46526	11.84	CHROMATOGRAPH ANALYSIS, MASTER METER
PRECISION SERVICE, INC.	46588	10.00	CHART INTEGRATION FOR FEBRUARY, 1989
ROBERS, BOB	267757	490.00	DISPOSAL OF SALTWATER - PLACED ON ROAD
SEWELL-USELTON INSURANCE AGCY.	2-7-89	225.00	INSURANCE COVERAGE/OIL
TOTAL			7208.10
GRAND TOTAL OF EXPENDITURES			7208.10

MARSHALL PIPE & SUPPLY

13423 FORESTWAY DRIVE
DALLAS, TEXAS 75240

04/15/89

PERRY
ROOSEVELT NH

DEVELOPMENT BILLS

DICKERSON, FISK & VANDIVER	APRIL 4TH, 1989	1893.34	PERRY, RE: FORCE POOLING
DICKERSON, FISK & VANDIVER	APRIL 11TH, 1989	2809.94	CURATIVE MATERIALS, PERRY #1
FEDERAL EXPRESS	4-5-89	14.00	RUSHING CURATIVE MATERIAL TO ATTORNEY VANDIVER
GRADY & ASSOCIATES, JAMES	MARCH 22ND, 1989	1934.45	TITLE WORK ON PERRY #1
GUSTAMANTES, JACK	MARCH 22ND, 1989	333.33	SUB-CONTRACT PUMPING SERVICES, MARCH, 1989
HONDO PIPE & SUPPLY, INC.	9747	92.40	AQUA FDM, MISC.
HONDO PIPE & SUPPLY, INC.	9749	25.46	MISC. PARTS, GLYCOL AND ALL LEASES
HONDO PIPE & SUPPLY, INC.	9766	31.58	AQUA FDM
HONDO PIPE & SUPPLY, INC.	9798	86.83	AQUA FDM - ALL LEASES
MARSHALL PIPE & SUPPLY CO.	MARCH, 1989	250.00	OVERHEAD & SUPERVISION, MARCH, 1989,
PERNIAM TREATING CHEMICALS, INC 339		220.06	TRI-GLYCOL FOR GLYCOL UNIT

TOTAL

7699.39

GRAND TOTAL OF EXPENDITURES

7699.39