

Lynx Petroleum Consultants, Inc.

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July 15, 1985

Kellihan & Kellihan
P.O. Box 2265
Santa Fe, NM 87504-2265

Dear Ms. Karen Aubrey,

As per Mr. Stogner's letter July 8, 1985 requesting salvage value of equipment on the Geraldine Doughty #1 , attached is a list of all equipment on the well. The prices shown are list prices. As this equipment has been in service only seven months it should be worth approximately 85% of the listed value. On the value of the casing, only 3000' of the 5 1/2" casing can be recovered.

As we discussed on the telephone this information is not relative to the case. If a Queen well is made and dualled with the Paddock this equipment would still be owned by the Paddock working interest owners. If a single Queen is made most of the equipment would be moved to a different well and what equipment might be needed for a Queen well would be charged to the Queen working interest owners at current value. If you need any further clarification of this, please call.

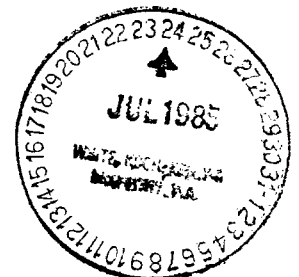
Thank you,

Gary W. Fonay

Gary W. Fonay
Vice-President

GWF/leb

BEFORE THE	
OIL COMMISSION OF NEW MEXICO	
Case No. <u>8031</u>	
Submitted by	<u>Turaco</u>
Hearing date	<u>10-17-85</u>



Geraldine Doughty #1
Equipment Inventory

		Cost

2100'	8 5/8" 24#	\$ 16,685.96
6360'	5 1/2" 15.5# & 17#	35,433.11
• 6278'	2 7/8" 6.5#	10,322.80
• 6250'	3/4" rods	5,150.72
• 1	2 1/2" x 1 1/4" x 12' pump	1,348.82
• 2	300 bbl welded tanks	6,575.00
• 1	4' x 20' heater treater	5,500.00
1	120 bbl fiberglass tank	2,250.00
• 1	114 pumping unit	18,390.00
? 1	5 1/2" tubing head	1,359.81
1	8 5/8" Casing head	517.39
• 660'	2 7/8" Flowline	1,220.00
✓ 1	15 HP motor & panel	1,150.00
• Num.	Misc. valves & fittings	1,538.63

ILLEGIBLE