

Hondo Oil & Gas Company
Hondo Singer #1

- DST #1: Testing Wolfcamp open hole 7938-7962. 5/8" BC, 1" TC. No WC. Tool open 2-1/2 hrs. Gas to surface in 18 minutes. Volume TSTM. Recovered 100' of free oil and 130' O&G cut mud. IHP=3872#. 30 min. ISIP=2616#. IFP=12#. FFP=40#. FSIP=1416#. FHP=3872#. BHT=162° F.
- DST #2: Testing Wolfcamp open hole 7967-8027'. 5/8" BC, various top chokes, no WC. Tool open 18 minutes. GTS in 3 min. Oil to surface in 9 min. At end of flow period on 23/32" chk. FTP 850#. Recovered 720' of 45° gravity oil, no water. IHP=4877#, 30 min ISIP=4391#. IFP=2936#. FFP=3137#. 60 min. FSIP=4106#. FHP=4877. BHT=155° F.
- DST #3: Testing Cisco open hole 8343-8423, 5/8" BC, 1" TC. Tool open 2 hr. 20 min. GTS in 28 min. TSTM. Recovered 282' GCM, 7546' slightly gas cut black sulfur water. 30 min. ISIP=3540#. IFP=1365#. FFP=3540#. 30 min. FSIP=3540#.

The first part of the document discusses the importance of maintaining accurate records of all transactions. It emphasizes that proper record-keeping is essential for ensuring the integrity of the financial system and for providing a clear audit trail. The document also highlights the need for transparency and accountability in all financial dealings.

In the second part, the document outlines the specific procedures for recording transactions. It details the steps involved in the accounting process, from the initial entry of data into the system to the final reconciliation of accounts. The document also discusses the importance of regular audits and the role of internal controls in preventing errors and fraud.

The third part of the document provides a summary of the key findings and recommendations. It reiterates the importance of maintaining accurate records and the need for transparency and accountability. The document also provides a list of specific actions that should be taken to improve the financial system and to ensure the integrity of the financial data.