<u></u>		
UNITED ST	ATEC	5. Lease
DEPARTMENT OF T	NMSF 079304	
BUREAU OF LAND M	っこったいだい	
DOKEAU OF EARD N	3LM	6. If Indian. Allouse or Tribe Name
SUNDRY NOTICES AND R	EPORTS ON WELLS	7. Unit Agroement Name
(Do not use this form for proposals to drill or	to deepen or plug back to a different	1 / 1
reservoir. Use "APPLICATION FOR P 1. Oil Well [] Gas Well [] Other []		
GAS WELL	070 FARMINGHUM, THAT	SANCHEZ 4-R
2. Name of Operator:		9. API Well No.
Caulkins Oil Company	GENWER	30-039-23723-00D1
3. Address of Operator: (505) 632-1544	~~ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	10. Field and Pool. Exploratory Area
P.O. Box 340, Bloomfield, NM 87413	AUG 1 6 1999	DAKOTA, MESA VERDE
	-26N GON DIV	Rio Arriba Co., New Mexico
	TO INDICATION ABURE OF	NOTICE, REPORT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION	
[X] Notice of Intent	[] Abandonment	[] Change of Plans
[] Subsequent Report	[X] Recompletion [] Plugging Back	[] New Construction
[] Subsequent Report	[] Casing Repair	[] Non-Routine Fracturing [] Water Shut-Off
[] Final Abandonment Notice	Altering Casing	[] Conversion to Injection
	[X] Other <u>Commingle/dual co</u>	
17. Describe Proposed or Completed Operations:		
3 Pictured Cliffs being plu	gged and abandoned in NW 1/4, sec	•
	gle existing Dakota – Mesa Verde for S – Chacra above a packer is request	mations below a packer and commingle ed.
Commingling documents f	for Dakota – Mesa Verde allocations	attached.
Pictured Cliffs – Chacra w	ould be commingled by existing ord	er #R-5648, copy attached.
Above to be done by follow	wing procedure:	
Rig up.		
T.O.H. with 2 1/6" Mesa V	Verde tuhing form 5347'	
	-	
		y from model "D" packer set at 5392'.
	ring with packer plucker mill to drill	out model "D" packer.
T.O.H. with tubing, mill ar	nd packer.	
Run wireline set retrievable	e bridge plug to 4600'.	
Pressure test 5 1/2" casing	and retrievable bridge plug to 3500#	e
	(cont. on page 2)	
NOTE: The format is issued in lieu of U	.S. BLM Form 3160-5	•
18. I HEREBY CERTIFY THE FOREGOIN	G IS TRUE AND CORRECT	
SIGNED: Robert I Vergue	TITLE: Superintende	ent DATE: July 23, 1999
ROBERT L. VERQUER	JII Superimende	2,1,12, 23, 1///
APPROVED BY: Over 10.62 CONDITIONS OF APPROVAL, IF ANY	AMACCO.	Дорате: AUG 1 3 1989

Caulkins Oil Company BLM Sundry Notice Sanchez 4-R July 23, 1999 Page 2

Pull GSL log from 4600' to 2800' for correlation log across Lewis Shale, Chacra, Pictured Cliffs and Fruitland Coal.

Perforate Chacra zone 3894' - 3866'.

Nitrogen foam frac Chacra with approximately 60,000# sand and 70 quality foam.

Run wireline set retrievable bridge plug to 3050'.

Perforate Pictured Cliffs zone 3008' - 2980'.

Nitrogen foam frac Pictured Cliffs with approximately 100,000# sand and 70 quality foam.

T.I.H. with tubing and retrieving head.

Flow well to clean up Pictured Cliffs to top of retrievable bridge plug set at 3050'.

T.O.H. with tubing and retrievable bridge plug.

T.I.H. with tubing and retrieving head.

Clean out to retrievable bridge plug set at 4600'.

T.O.H. with tubing and retrievable bridge plug.

T.I.H. with 2 1/6" Dakota – Mesa Verde production tubing with model R-3 packer.

Set packer at approximately 4000' with tubing landed at approximately 7400'.

T.I.H. with 2 1/16" Pictured Cliffs - Chacra production string and land at approximately 3800'.

Rig down and move.

No new surface will be disturbed, location area will be cleaned up when workover operations are completed.

Estimated starting date, August 24, 1999

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

CASE NO. 6121 Order No. R-5648

APPLICATION OF CAULKINS OIL COMPANY FOR DOWNHOLE COMMINGLING, RIO ARRIBA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on January 18, 1978, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this <u>21st</u> day of February, 1978, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, Caulkins Oil Company, seeks authority to commingle, within the wellbore, Pictured Cliffs and Chacra production in its wells located in Sections 3, 4, 5, 7 thru ll, 13 thru 18, 21, 22, 24, and 25 in Township 26 North, Range 6 West and Sections 13, 14, 23, and 24 in Township 26 North, Range 7 West, Rio Arriba County, New Mexico.
- (3) That from the Pictured Cliffs zone, the subject wells are, or may be expected to be, capable of low rates of production only.
- (4) That from the Chacra zone, the subject wells, are or may be expected to be, capable of low rates of production only.
- (5) That the proposed commingling may result in the recovery of additional hydrocarbons from each of the subject pools, thereby preventing waste, and will not violate correlative rights.
- (6) That the reservoir characteristics of each of the subject zones are such that underground waste would not be caused by the proposed commingling provided that the wells are not shut-in for an extended period.

- (7) That to afford the Commission the opportunity to assess the potential for waste and to expeditiously order appropriate remedial action, the operator should notify the Aztec district office of the Commission any time any of the subject wells are shut-in for 7 consecutive days.
- (8) That in order to allocate the commingled production to each of the commingled zones in the subject wells, 70 percent of the commingled production should be allocated to the Pictured Cliffs zone, and 30 percent of the commingled production to the Chacra zone.
- (9) That if the pressure in either of the zones to be commingled under provisions of this order in any well be less than 50 percent of the pressure in the other zone in such well, or in the event that a producing potential of more than 200 MCF/day be established for each zone in any such well, the operator should notify the Secretary-Director of the Commission of such fact, and the Secretary-Director should order such action taken as he deems advisable, including the requirement for separation of the zones by dual completion equipment.
- (10) That the downhole commingling of Pictured Cliffs and Chacra production in wells located on the above-described lands and subject to the above conditions will not cause but may prevent waste, and will not impair correlative rights and should be approved.

IT IS THEREFORE ORDERED:

- (1) That the applicant, Caulkins Oil Company, is herebys authorized to commingle Pictured Cliffs and Chacra production within the wellbores of its wells in Sections 3, 4, 5, 7 thru 11, 13 thru 18, 21, 22, 24, and 25 in Township 26 North, Range 6 West, and Sections 13, 14, 23, and 24 in Township 26 North, Range 7 West, Rio Arriba County, New Mexico.
- (2) That 70 percent of the commingled production shall be allocated to the Pictured Cliffs zone and 30 percent of the commingled production shall be allocated to the Chacra zone.
- (3) That the operator of the subject wells shall immediately notify the Commission's Aztec district office any time any of the wells have been shut-in for 7 consecutive days and shall concurrently present, to the Commission, a plan for remedial action.
- (4) That should the formation pressure in either the Pictured Cliffs zone or the Chacra zone in any well commingled pursuant to Order No. (1) above be less than 50 percent of the formation pressure in the other zone, or should both zones in any such well be calculated to have a producing potential in excess of 200 MCF per day, the operator shall notify the

-3-Case No. 6121 Order No. R-5648

Secretary-Director of the Commission of such fact, and the Secretary-Director shall order such action taken as he may deem advisable, including the requirement for separation of the zones by conventional dual completion equipment.

(5) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

PHIL R. LUCERO, Chairman

EMERY C. ARNOLD, Member

JOE D. RAMEY, Member & Secretary

SEAL

CAULKINS OIL COMPANY

P. O. BOX 340
BLOOMFIELD, NEW MEXICO 87413
PHONE: 505-632-1544
FAX 505-632-1471

RECEIVAL BLM 99 JUL 27 PM 1: 10 070 FARMINGTON, NM

July 23, 1999

State of New Mexico
Oil Conservation Division
ATTN: Lori Wrotenberry
2040 South Pacheco
Santa Fe, NM 87504

Re:

Administrative Approval to Downhole Commingle

Sanchez 4-R

1750' F/N 1550' F/W Sec. 25-T26N-R6W

Rio Arriba County, New Mexico

Dear Ms Wrotenberry:

Caulkins Oil Company requests to downhole commingle the Pictured Cliffs – Chacra above a packer and the Dakota - Mesa Verde below a packer in this well.

This well is presently a dual completed Dakota and Mesa Verde. We have submitted sundries with our intentions to plug and abandon the Sanchez 3 Pictured Cliffs and Sanchez 4 Chacra wells located in the NW 1/4 of section 25-26N-6W.

Sundry notice of intent has been submitted to recomplete this well in the Pictured Cliffs and Chacra formations pending commingling and dual completion approval.

Pictured Cliffs Chacra Dakota	Commingle Order Order #R-5648 Order #R-5648	Gas Allocations 70% 30%	Oil Allocations
Dakota Mesa Verde		61% 39%	24%
		3770	76%

Please find enclosed:

- A. Form C-107-A
- B. Form C-102 for each zone
- C. BLM sundry notice of intent
- D. One year production volumes
- E. Notification list of offset operators

Robert I Verguer

F. Vicinity Map

If you have any questions, please contact me at 505-632-1544. Thank you.

Sincerely,

Robert L. Verquer Superintendent

Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION EQEIVED

New 3-12-96

DISTRICT II

811 South First St., Artesia, NM 88210

P.O. Box 1980, hobbs, NM 88240

2040 South Pacheco Santa Fe, New Mexico 87505-6429

APPROVAL PROCESS: ____ Administrative _____ Hearing

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

APPLICATION FOR DOWNHOLE COMMINGEING FIT 1: 10

EXISTING WELLBORE

YES

CAULKINS OIL COMPAN	Y	P.O. BOX 340; BLOOMFIELD, NM 87413				
SANCHEZ	4-R	F - SEC. 25-26N-6W	RIO ARRIBA			
LEASE	WELL NO.	UNITETR SEC TWP RGE.	COUNTY			
OGRID NO. <u>003824</u> Prop	erty Code <u>2463</u> API NO. <u>30-03</u>	9-23723 Federal	Spacing Unit Lease types: (check for more) X			
The following facts are submitted in support of downhole commingling:	Upper Zone	Intermediate Zone	Lower Zone			
1. Pool Name and Pool Code	Mesa Verde		Basin Dakota			
2. Top and Bottom of Pay Section (Perforations)	4938' – 5378'		7216' – 7456'			
3. Type of production (Oil or Gas)	Gas and Condensate		Gas and Condensate			
4. Method of Production (Flowing or Artificial Lift)	Flowing		Flowing			
5. Bottomhole Pressure Zones – Artificial Lift: Estimated Current Gas & Oil – Flowing:	a. (Current) Calculated 526 (Original)	a.	a. Calculated 587			
Measured Current All Gas Zones: Estimated or Measured Original	b. 1064	b.	b. 1613			
Oil Gravity (° API) or Gas BTU Content	Gas 1238 BTU		Gas 1218 BTU			
7. Producing or Shut-In	Producing		Producing			
Production Marginal? (yes or no)	Yes		Yes			
If Shut-In, give date and oil/gas/water rates of last production Note: For new zones with no production thistory, applicant shall be required to attach production estimates and supporting data If Producing, give date and oil/gas/water rates of recent test	Date: Rates: Date: 7-20-99 Gas Oil Water Rates: 80 1.43 .76	Date: Rates: Date: Rates:	Date: Rates: Date: 7-20-99 Gas Oil Water Rates: 100 .62 .43			
(within 60 days) 8. Fixed Percentage Allocation Formula - % for each zone	MCF/D Bbl Bbl 1 year average DPA Oil 76 % Gas 39 %	Oil Gas %	MCF D Bbl Bbl 1 year average DPA Oil 24 % Gas 61 %			
If allocation formula is based up with supporting data and/or exp		ist production, or is based upon some o				
10. Are all working, overriding, and	d royalty interests identical in all comm	ningled zones? X Yes	s No			
If not, have all working, overrid	ling, and royalty interests been notified	d by certified mail? Yes	s No			
Have all offset operators been g	iven written notice of the proposed do	wnhole commingling? X Ye	sNo			
11. Will cross-flow occur? > x y y y y y y y y y y y y y y y y y y	Yes No If yes, are fluid ill the allocation formula be reliable.	ls compatible, will the formations not b X Yes No (If No, attach exp	be damaged, will any cross-flowed planation)			
12. Are all produced fluids from all	commingled zones compatible with ea	ach other? X Yes N	io			
13. Will the value of production be	decreased by commingling?	Yes X No (If Yes, attacl	n explanation)			
 If this well is on, or communitized Management has been notified it 	red with, state or federal lands, either the number of this application.	he Commissioner or Public Lands or th X Yes No	ne United States Bureau of Land			
15. NMOCD Reference Cases of Re	ule 303© Exceptions: ORD	ER NO(S). <u>DHC - 659, R-10239</u>				
 Production cur For zones with Data to suppor Notification lis 	n zone to be commingled sowing its space for each zone for at least one year, and production history, estimated production method or formula, st of all offset operators.	(If not available, attach explanation.) luction rates and supporting data.				

TITLE SUPERINTENDENT DATE July 23, 1999

TELEPHONE NO. (505) 632-1544

Any additional statements, data, or documents required to support commingling.

ROBERT L. VERQUER

SIGNATURE Robert 1 Vergue

TYPE OR PRINT NAME

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

District I

PO Box 1980, Hobbs, NM 88241-1980

District II

811 South First, Artesia, NM 88210

District III

320

1000 Rio Brazos Rd., Aztec, NM 87410

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

Form C-102 Revised October 18, 1994

Instructions on back

Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

2040 South Pacheco Santa Fe, NM 87505

District IV							- 60 1. 1 <i>.</i>	`	or zones
2040 South Pach	eco, Santa F	e, NM 87505				27 PH 1: 10	AN AN	MENDED REPORT	
		W	ELL LO	OCATIO	N AND AC	REA GE DED	ICATION P	AT	
'	API Numb	er		² Pool Coc	le		³ Pool 1	Name	
3()-039-237	23	ĺ	71599			BASIN D	АКОТА	
⁴ Property 246.			⁵ Property Name SANCHEZ						
⁷ OGRID 00382			⁸ Operator Name Caulkins Oil Company						⁹ Elevation 6662 GR
					10 Surface	Location			
UL or lot no. F	Section 25	Township 26N	Range 6W	Lot Idn	Feet from the 1750'	North/South line North	Feet from the 1550'	East/West line West	County Rio Arriba
			" Bo	ottom Ho	le Location 1	f Different Fr	om Surface	- 	
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
12 Dedicated Acre	es '' Joint o	r Infill ¹⁴ C	onsolidation	Code 15 O	rder No.	L			

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A
NON-STANDARD LINIT HAS BEEN APPROVED BY THE DIVISION

The second secon	d analysis are may		OWED OIGH HAS BEE	IN ALL KOVED BI TI	TE DIVISION
6					¹⁷ OPERATOR CERTIFICATION
N			*	į į	I hereby certify that the information contained herein is true and
					complete to the best of my knowledge and belief
A CONTRACTOR					
et A					
		1750'			_
	15507				Signature Robert I Verguer_
-	>/	b			Printed Name Robert L. Verquer
					Title Superintendent
<u> </u>					Date July 23, 1999
					18SURVEYOR CERTIFICATION
				Fi	I hereby certify that the well location shown on this plat was
					plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best
				i	of my knowledge and belief.
					Date of Survey
					Signature and Scal of Professional Surveyor:
A Marie market 2 miles find 1 miles in South 1 miles in the south 1 mile	1.140,200	ta tradicionali			Certificate Number

District I

PO Box 1980, Hobbs, NM 88241-1980

District II

811 South First, Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised October 18, 1994 Instructions on back

OIL CONSERVATION DIVISION ENVELO 2040 South Pacheco Santa Fe, NM 87505

Submit to Appropriate District Office State Lease - 4 Copies

Fee Lease - 3 Copies

99 JUL 27 PH 1: 12

AMENDED REPORT WELL LOCATION AND ACREAGED EDICATION BINAT

API Number	² Pool Code	3 Pool Name
30-039-23723	72319	MESA VERDE
Property Code 2463	⁵ Property Name SANCHEZ	The state of the s
OGRID No.	* Operator Name	* Elevation
003824	Caulkins Oil Con	npany 6662 GR

Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	25	26N	6W		1750'	North	1550'	West	Rio Arriba

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
12 Dedicated Acres	Joint o	r Infill 14 C	l onsolidation	Code 15 O	der No.		<u> </u>	<u> </u>	
80									

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A

		DARD UNIT HAS BE	EN APPROVED BY THE DIVISION
16	A		¹⁷ OPERATOR CERTIFICATION
			I hereby certify that the information contained herein is true and
			complete to the best of my knowledge and belief
	Å.		
	V 1750'	i.	21 /- 24/
~			Signature Robert I Verque
	1550'		
			Printed Name Robert L. Verquer
	{}		Title Superintendent
	CANAL CONTRACTOR OF STREET		Date July 23, 1999
	,,		18SURVEYOR CERTIFICATION
			I hereby certify that the well location shown on this plat was
			i l
			plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best
			of my knowledge and belief.
			Date of Survey
			Construction and Cod of Destructional Com-
			Signature and Seal of Professional Surveyor:
		1	Cartificata Number

District I
PO Box 1980, Hobbs, NM 88241-1980
District II
811 South First, Artesia, NM 88210
District III

1000 Rio Brazos Rd., Aztec, NM 87410

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised October 18, 1994

Instructions on back

OIL CONSERVATION DIVISION BY MEDERAL South Pacheco Santa Fe, NM 87505

Submit to Appropriate District Office State Lease - 4 Copies

District IV			Salita Fe, INVI 87303 99 JUL 27 PH 1: 12 Fee Le. 27-3 Copies								
2040 South Pache	co, Santa Fe		/EII I <i>(</i>	OCATIO		REAGE DED			AMENDED REPORT		
	API Numb		ELL L	Pool Cod		REAGE DED					
	-039-237	•		82329	i		OTERO C				
Property 2463			⁵ Property Name SANCHEZ								
'OGRID 00382		* Operator Name Caulkins Oil Company							4-R 'Elevation 6662 GR		
					¹⁰ Surface	Location					
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West li	ine County		
F	25	26N	6W		1750'	North	1550'	Wes	st Rio Arriba		
			¹¹ Bo	ttom Ho	le Location 1	If Different Fro	om Surface				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Fect from the	East/West li	ine County		
¹² Dedicated Acres	Joint o	r Infill 14 (Consolidation	Code 15 Or	rder No.						

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A

A STATE OF THE STA		DARD UNIT HAS BEE	EN APPROVED BY TH	IE DIVISION
GC	*			¹⁷ OPERATOR CERTIFICATION
				I hereby certify that the information contained herein is true and
				complete to the best of my knowledge and belief
% •				
n	1750'			
<u> </u>	1550' Y			Signature Robert I Vergue
				Printed Name Robert L. Verquer
Ç	İ			
				Title Superintendent
CONTRACTOR OF THE PROPERTY OF THE PARTY OF 	The registry of the rest of the same of		·	Date July 23, 1999
				18SURVEYOR CERTIFICATION
			ii ii	I hereby certify that the well location shown on this plat was
				plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best
				of my knowledge and belief.
				Date of Survey
				Secretary 15 11 5D 5
				Signature and Seal of Professional Surveyor:
			i i	ļ
	į			
			-	
				Certificate Number

District I

PO Box 1980, Hobbs, NM 88241-1980

District II

811 South First, Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION MEDICAL MARCHAETER

Form C-102 Revised October 18, 1994

Instructions on back

Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

2040 South Pacheco Santa Fe, NM 87505

¹ API Number 30-039-23723	¹ Pool Code 72439	³ Pool Name PICTURED CLIFFS
Property Code 2463	⁵ Property Name SANCHEZ	' Well Number
OGRID No. 003824	" Operator Name Caulkins Oil Com	pany ^{° Elevation} 6662 GR

Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	25	26N	6W		1750'	North	1550'	West	Rio Arriba

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
								Sust west tale	County	
12 Dedicated Acres	Joint o	r Infill H C	onsolidation	Code 15 O	rder No.		<u> </u>			
160		į								

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A

		DARD UNIT HAS BEI	EN APPROVED BY TH	IE DIVISION
16	A CONTRACTOR OF THE PARTY OF TH			¹⁷ OPERATOR CERTIFICATION
to a fine		· ·		I hereby certify that the information contained herein is true and
:				complete to the best of my knowledge and belief
:				
l ·				
	1750'			
:	1550'Y			Signature Robert I Verguer
<	1550			Printed Name Robert L. Verquer
			<u> </u>	Tille Superintendent
Professional Control of the Control				Date July 23, 1999
				¹⁸ SURVEYOR CERTIFICATION
				I hereby certify that the well location shown on this plat was
			/	plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best
			12	of my knowledge and belief.
				Date of Survey
	· · · · · · · · · · · · · · · · · · ·			Signature and Seal of Professional Surveyor:
			-	Color
				Certificate Number

LAST 12-MONTHS PRODUCTION FOR SANCHEZ 4-R

DAKOTA

MONTH	GAS	OIL	WATER	DAYS	GAS DPA	OIL DPA
07/98	2,923	9	1	30	97	0.300
08/98	2,400	9	1	24	100	0.375
09/98	2,544	8	1	30	85	0.267
10/98	2,698	11	2	31	87	0.355
11/98	2,673	12	2	27	99	0.444
12/98	3,428	14	2	31	111	0.452
01/99	3,769	15	2	28	135	0.536
02/99	3,559	21	3	28	127	0.750
03/99	3,945	18	3	31	127	0.581
04/99	3,789	17	3	29	131	0.586
05/99	3,223	14	2	31	104	0.452
06/99	3,471	19	3	30	116	0.633
	38,422	167	25		110	0.478

MESA VERDE

MONTH	GAS	OIL	WATER	DAYS	GAS DPA	OIL DPA
05/98	1,845	43	6	31	60	1.387
06/98	1,798	33	5	30	60	1.100
08/98	1,852	49	7	22	84	2.227
10/98	2,508	73	11	31	81	2.355
11/98	2,279	66	10	27	84	2.444
12/98	2,325	25	4	31	75	0.806
01/99	1,919	34	5	23	83	1.478
02/99	1,813	47	7	28	65	1.679
03/99	1,909	45	7	31	62	1.452
04/99	1,811	40	6	29	62	1.379
05/99	1,801	25	4	31	58	0.806
06/99	1,699	43	6	30	57	1.433
	23,559	523	78		69	1.546

CAULKINS OIL COMPANY

P. O. BOX 340 BLOOMFIELD, NEW MEXICO 87413 PHONE: 505-632-1544 FAX 505-632-1471

July 23, 1999

The following list is all the offset operators to Caulkins Oil Company well Sanchez 4-R, section 25, township 26N, range 6W

Amoco Production Company 200 Amoco Court Farmington, NM 87401

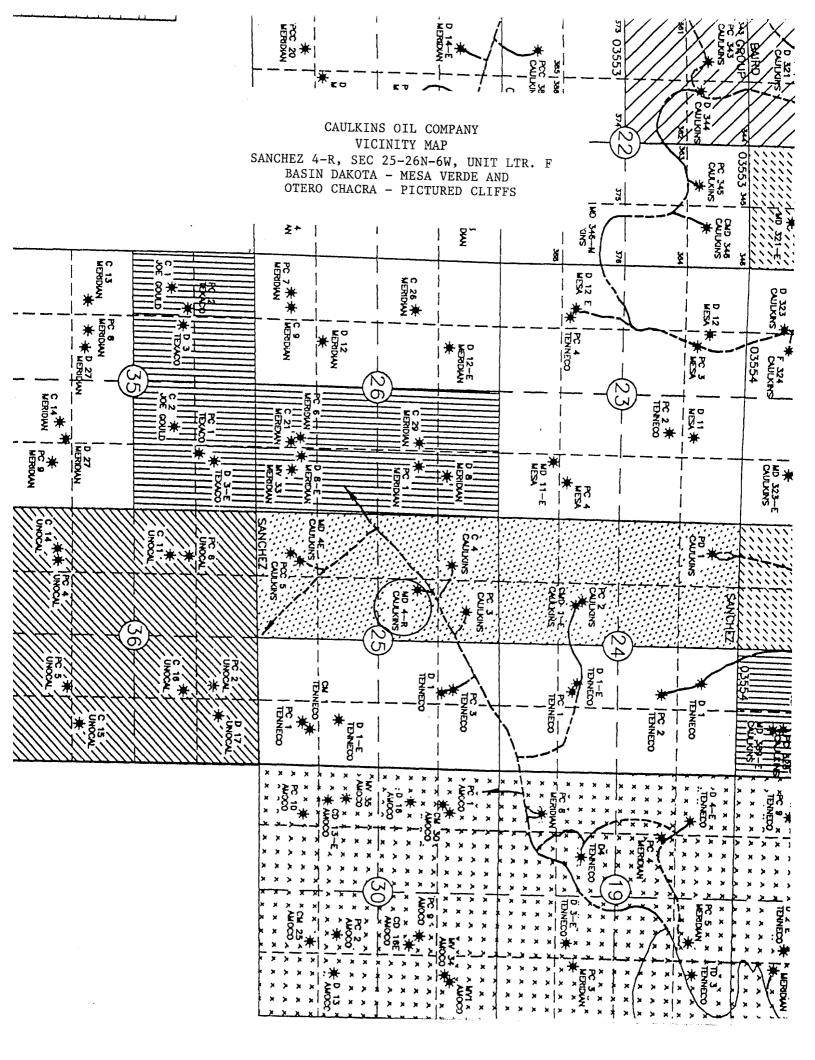
Burlington Resources P.O. Box 4289 Farmington, NM 87499

Conoco, Inc. 3315 Bloomfield Highway Farmington, NM 87401

Four Star Oil & Gas Company 3300 N. Butler Suite 100 Farmington, NM 87401 Joseph B. Gould 4430 South 3rd Las Vegas, NV 89101-6225

Merrion Oil & Gas Corp. 610 Reilly Ave. Farmington, NM 87401

Taurus Exploraation USA, Inc. 2198 Bloomfield Highway Farmington, NM 87402



CAULKINS OIL COMPANY

REMARKS 23-Jul-99 DATE LEASE SANCHEZ WELL NO. 4-R FIELD Dakota - Mesa Verde and Chacra - Pictured Cliffs SEC. 25 TWP. 26N **RGE**. 6W 6/2/85 Cemented 426' 9 5/8" 36# H-40 with 306.8 cu. ft. class "B" cement (cement circulated) Pictured Cliffs perforations 3008' - 2980' - DV tool set at 3350' 2 1/16" commingled Pictured Cliff - Chacra production tubing set approximately 3800' Chacra perforations 3894' - 3866' Packer set approximately 4000' Mesa Verde perforations 4938' - 5378' DV tool set at 5480' - Dakota perforations 7216' - 7456' - 2 1/16" commingled Dakota - Mesa Verde production tubing set approximately 7400' 6/13/85 Cemented 5 1/2" casing 15.5# & 17# K-55 to 7525' (cement circulated) - TD 7525' BRIDGE PLUG PACKER PERFORATIONS