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

SIGNATURE

TITLE Production Manager

DATE 6-26-90

TELEPHONE NO. 327-9801

ATTROVED BY DATE Use)

CONDITIONS OF APPROVAL, IF ANY:

MILLER 11 NO. 1

June 21, 1990 On Report

Location construction. (ARM)

Daily Cost: \$4,000

June 22, 1990

Move rig and equipment on location. Rig up. Hauled surface pipe to location. SDFN. (ARM)

Daily Cost: \$350

Cumulative Costs: \$4,350

June 23, 1990

TD: 500'

Current Operation: Drilling - Formation: Sand & Shale

Drilled 500' last 24 hrs. Drilled 269', 12-1/4" hole to fit 8-5/8" casing. TOH with DC. Run 6 jts 8-5/8" casing set @ 263' K.B. Rig up Cementers, Inc. and cement as follows: establish circkulation with H20 mix and pump 175 sx Class "B" cement with 2% CaCl and 1/4 # per sk cellorflakes. Shut down. Drop top wood plug. Displace cement with 15.5 Bbls H20. Circulated 5 Bbl cement to surface. Plug down 4:45 p.m., 6-22-90. (ARM)

Daily Cost: \$12,170

Cumulative Costs: \$16,520

Earth Drilling

June 24, 1990

TD: 2,000'

Current Operation: Drilling - Formation: Sand & Shale

Drilled 1,500' last 24 hrs. Surveys - 750' @ 3/4°, 1,246' @ 1°, 1,785' @ 1°. (ARM)

Daily Cost: \$18,000

Cumulative Costs: \$34,520

Earth Drilling

MILLER 11 NO. 1

June 25, 1990

TD: 2,750'

Current Operation: Drilling - Formation: Fruitland Coal

Fluid - mud, vis. 45, wt. 10.7. Drilled 750' last 24 hrs.

Surveys - 2,265 @ 1°. (ARM)

Daily Cost: \$9,000

Cumulative Costs: \$43,520

Earth Drilling

June 26, 1990 Off Report

TD: 2,900'

Current Operation: Drilling - Formation: Sand & Shale

Drilled 150' in last 24 hrs. Drilling fluid mud. 50 vis. - 11.5 wt. TD @ 8:00 a.m. Condition hole to run casing. TOOH 55 jts. Well started to flow. TIH to TD. Weight up with bar. TOOH laying down DP & DC. Rig up casing crew. RIH with 72 jts. 5-1/2", 14# casing. Circulate last jt. down with rig pump. Condition hole to cement. Set casing 2,900' K.B. Rig up B. J. Titan to cement as follows: establish circulation with 20 Bbl water. Mix and pump 300 sx Class "B" cement with 2% sodium metaglicate, 2-1/4#/ per sk. celloflakes. Yield 2.06 cf/ sk. Density 12.48 lb/ gal. Tail in with 150 sx Class "B" with 2% CaCl, 2-1/4#/ per sk. celloflakes, yield 1.18 cf/ sk. Density 15.6 lb/ gal. SD. Wash pump and lines. Drop top wiper plug. Displace cement with 72 Bbl of 2% KCL. Circulate 5 Bbl cement to surface. Did not pump plug. SWI. Set slips. Cut off casing. Rig down. Move off. (ARM)

Daily Cost: \$27,482

Cumulative Costs: \$ 44,002

Earth Drilling KCL. Circulate 5 Bbl cement to surface. Did not pump plug. SWI. Set slips. Cut off casing. Rig down. Move off. (ARM)

Daily Cost: \$27,482

Cumulative Costs: \$ 44,002

Earth Drilling

Supplemental well of info.