STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION, THROUGH THE SUPERVISOR OF DISTRICT I, FOR AN ORDER REQUIRING TOMMY L. WILLYARD AND TOMMY L. WILLYARD JR. DBA R.W. OIL COMPANY TO BRING FOUR WELLS INTO COMPLIANCE WITH 19.15.4.201 NMAC, ASSESSING AN APPROPRIATE CIVIL PENALTY IN THE EVENT OF NON-COMPLIANCE, AUTHORIZING THE DIVISION TO PLUG SAID WELLS AND ORDERING A FORFEITURE OF THE APPLICABLE PLUGGING BOND; CHAVES COUNTY, NEW MEXICO.

CASE NO. 13412

Affidavit of Jane Prouty

STATE OF NEW MEXICO)

) SS. COUNTY OF SANTA FE)

Jane Prouty, being first duly sworn on oath, states as follows:

1. I am employed as the supervisor of production and permitting at the Santa Fe, New Mexico office of the Oil Conservation Division ("OCD").

2. My duties include maintaining records of oil and gas production and injection on wells located in New Mexico.

3. The OCD's information on production and injection comes from monthly production reports filed by the well operators.

4. In 1993 the OCD began using the ONGARD (Oil and Natural Gas Administration and Revenue Database) to record oil and gas production and injection by well. Since 1993, production and injection data from the monthly production reports filed by operators has been entered into ONGARD.

5. When the OCD began using the ONGARD system in 1993, it converted existing production and injection data into ONGARD for those wells that were not shown as "plugged" according to the OCD records available at that time. The pre-1993 production and injection information for each such well was totaled and appears in ONGARD under the last month of production or injection for that well.

Before the OCD Case 13412 OCD Ex. 2 6. I have researched the ONGARD records for production and injection information regarding the following wells:

Reno Federal #001, API 30-005-00548, UL L, Sec. 3, 15S, 31E, Chaves Co. Reno Federal #002, API 30-005-10151, UL M, Sec. 3, 15S, 31E, Chaves Co. Reno Federal #003, API 30-005-10152, UL K, Sec. 3, 15S, 31E, Chaves Co. Reno Federal #004, API 30-005-10153, UL N, Sec. 3, 15S, 31E, Chaves Co.

7. The last production or injection shown in ONGARD for the wells is as follows:

Reno Federal #001, 11/94 Reno Federal #002, 11/94 Reno Federal #003, 11/94 Reno Federal #004, 10/93

8. I researched the error files for reports on the four wells identified in paragraph 6, above, and found no record of any attempt to submit production or injection information for these wells in ONGARD.

THIS CONCLUDES MY AFFIDAVIT.

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| Jane Prout | ty |
| SUBSCRIBED AND SWORN before me this day of Jan | <u>uun</u> , 2005. |

Notary Public

My Commission Expires: