



POGO PRODUCING COMPANY

May 8, 2001

New Mexico Oil Conservation Division
Attn: Lori Wrotenbery
2040 South Pacheco Street
Santa Fe, New Mexico 87505

MAY 14 2001

*For
Catarach*

Catarach

Re: Order No R-11330 (Case No 12308)
SEVEN RIVERS PROSPECT
Eddy County, New Mexico

OSAGE COM No 1 WELL (Well ID No 4685)

1,830' FSL and 1,980' FEL Section 18

T-20-S, R-25-E, N.M.P.M.

Pogo Leases No L1250, L1251, L1264.0 thru L1264.07 and L1265.0 & L1265.1

Gentlemen:

In compliance with the terms of the compulsory pooling order for the captioned well, please find enclosed an itemized schedule of actual well costs.

Should you have any questions or need additional information regarding this matter, please do not hesitate to contact me at (915) 685-8127.

Very truly yours,

POGO PRODUCING COMPANY

Fred Schantz

Fred Schantz
Consulting Landman

FS/dkr

Enclosure

cc: Roberts and Koch
1540 Independence Plaza
400 West Illinois
Midland, Texas 79701

Loneta S. Curtis, Trustee, under the
Declaration and Agreement of
Loneta S. Curtis Living Trust dated 3-24-92
605 South 15th Street
Artesia, New Mexico 88210

James T. Jennings and Francis Jennings
P.O. Box 1180
Roswell, New Mexico 88202

AFE205

AFE GROSS COMPARISON INQUIRY
POGO PRODUCING COMPANY

05/03/01

| | | | |
|----------|-----------------------|-----------|----------|
| AFE REF | 560517 WO OSAGE #1 | DATE THRU | 04/30/01 |
| WELL REF | 4685 OSAGE COM #1 | AFE DATE | 08/26/99 |
| DIST | 1.05 WESTERN DIVISION | STATUS | ACTIVE |
| C.C. | 560517 WO OSAGE #1 | APPR DATE | |
| NET AUTH | 0 | BUDGET YR | 1999 |

COST TYPE

| ACCOUNT | DESCRIPTION | ACTUAL |
|---------|--------------------------|--------|
| 730 | IDC DEVELOPMENT DRILLING | |
| 730.472 | IDC ROAD, LOC, PITS & | 75 |
| TOTAL | IDC DEVELOPMENT DRILLI | 75 |

736 WORKOVER COMPLETION

| | | |
|---------|------------------------|---------|
| 736.472 | ICC ROAD, LOC, PITS & | 14,484 |
| 736.473 | ICC CEMENTING & CEMENT | 10,742 |
| 736.475 | ICC MUD MATERIALS & CH | 10,974 |
| 736.478 | ICC LOGGING & SIDEWALL | 13,149 |
| 736.479 | ICC PERFORATING | 11,154 |
| 736.480 | ICC STIMULATION TREATM | 56,713 |
| 736.484 | ICC TESTING TUBULAR GO | 4,555 |
| 736.488 | ICC TOOL & EQUIPMENT R | 38,027 |
| 736.490 | ICC COMPLETION RIG | 100,884 |
| 736.491 | ICC FLOAT EQUIPMENT | 900 |
| 736.492 | ICC BITS, CORE BARRELS | 1,270 |
| 736.494 | ICC OTHER SPECIAL WELL | 58,192 |
| 736.501 | ICC COMPANY LABOR | 43,078 |
| 736.510 | ICC CONTRACT SERVICES | 22,597 |
| 736.545 | ICC AUTO & TRUCK EXPEN | 3,797 |
| 736.591 | ICC OVERHEAD | 15,476 |
| 736.599 | ICC MISCELLANEOUS COST | |
| TOTAL | WORKOVER COMPLETION | 405,992 |

737 LWE WORKOVER LEASE & WELL

| | | |
|---------|------------------------|--------|
| 737.444 | LWE PRODUCTION CASING | 32,164 |
| 737.445 | LWE CASINGHEAD | 7,619 |
| 737.446 | LWE XMAS TREE | |
| 737.447 | LWE COMPLETION EQUIPME | |
| 737.448 | LWE RETRIEVABLE PACKER | 1,534 |
| 737.449 | LWE TUBING | |
| 737.469 | LWE OTHER MATERIALS & | 5,584 |
| TOTAL | LWE WORKOVER LEASE & W | 46,901 |

745 ICC PRODUCTION FACILITIES

| | | |
|---------|------------------------|-------|
| 745.472 | ICC ROAD, LOC, PITS & | 1,577 |
| 745.510 | ICC CONTRACT SERVICES | |
| 745.566 | ICC WELDING SERVICES | |
| 745.568 | ICC PAINTING SERVICES | |
| TOTAL | ICC PRODUCTION FACILIT | 1,577 |

746 LWE PRODUCTION FACILITIES

| | | |
|---------|------------------------|--|
| 746.153 | LWE MISC. VALVES & FIT | |
|---------|------------------------|--|

AFE205

AFE GROSS COMPARISON INQUIRY
POGO PRODUCING COMPANY

05/03/01

| | | | |
|----------|-----------------------|-----------|----------|
| AFE REF | 560517 WO OSAGE #1 | DATE THRU | 04/30/01 |
| WELL REF | 4685 OSAGE COM #1 | AFE DATE | 08/26/99 |
| DIST | 1.05 WESTERN DIVISION | STATUS | ACTIVE |
| C.C. | 560517 WO OSAGE #1 | APPR DATE | |
| NET AUTH | 0 | BUDGET YR | 1999 |

COST TYPE

| ACCOUNT | DESCRIPTION | ACTUAL |
|---------|------------------------|---------|
| 746.451 | LWE PUMPING EQUIPMENT | |
| 746.452 | LWE GAS ENGINES & ELEC | |
| 746.453 | LWE ELECTRIC LINES, PO | |
| 746.454 | LWE BOTTOM HOLE PUMP | |
| 746.456 | LWE FIELD LINES | |
| 746.457 | LWE TANK, STAIR, WALK | 9,519 |
| 746.458 | LWE SEPARATORS & FITTI | |
| 746.459 | LWE HEATERS, TREATERS | |
| 746.463 | LWE METERS | |
| 746.469 | LWE OTHER MATERIALS & | |
| TOTAL | LWE PRODUCTION FACILIT | 9,519 |
| | AFE GRAND TOTAL | 464,064 |