

BEAR COM 29 #1
RIO ARriba COUNTY, NEW MEXICO

TOWNSHIP 26 NORTH, RANGE 2 WEST, N.M.P.M.
Section 29: S/2, below the base of the Pictured Cliffs formation
containing 320 acres, more or less

FEBRUARY 25, 2000

Working Interest Owners:

McElvain Oil & Gas Properties, Inc. P.O. Box 2148 Santa Fe, New Mexico 87504-2148	OPERATOR	
	<u>BPO</u>	<u>AP0</u> ¹
T.H. McElvain Oil & Gas Limited Partnership P.O. Box 2148 Santa Fe, New Mexico 87501-2148	50.000000%	50.000000%
Noseco Corporation, a Nevada corporation 7400 Lakeside Drive Reno, NV 89511	16.918585%	15.332468%
Neumann Family Trust c/o Peter C. Neumann P.O. Box 1170 Reno, Nevada 89504	13.397140%	12.141158%
Gavilan Dome Properties, a California Limited Partnership 1180 Cedarwood Drive Moraga, CA 94556	10.818685%	9.804433%
Mesa Grande Resources, Inc., an Oklahoma corporation 1200 Philtower Bldg. Tulsa, Oklahoma 74103	4.568695%	4.140380%
NM & O Operating Company 6 E. 5th Street, Suite 200 Tulsa, OK 74103	3.515645%	3.186053%
Johansen Energy Partnership P.O. Box 1773 Whitefish, MT 59937	0.781250%	0.708008%
Williams Production Company Attn: Mr. M. Vern Hansen P.O. Box 3102 Tulsa, Oklahoma 74101	0.000000%	4.687500%
Dugan Production Corporation P.O. Box 420 Farmington, NM 87499-0420	0.000000%	0.000000% ²
Totals:	100.000000%	100.000000%

¹ Payout is defined in that certain Agreement for Purchase and Sale dated August 1, 1986, between Northwest Pipeline Corporation and Mesa Grande Resources, Inc..

² Under Assignment of Oil and Gas Lease from Dugan Production Corporation to Mesa Grande Resources, Inc., dated March 3, 1988, recorded 122, PG 5, Dugan reserved a 2.125% of 8/8ths ORRI, 0.5% of which may be converted to a 12.5% WI upon payout as defined in that certain Farmout Agreement dated December 31, 1987. The interests of Mesa Grande Resources, Inc., and its assigns, acquired from Dugan Production Corporation are subject to a reassignment provision in favor of Dugan under the terms of said farmout agreement.