



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

Mr. John Pierce
200 West 1st Street, Suite 859
Roswell, New Mexico 88201

Re: Status of Turkey Track (Section 3) Queen Pool Waterflood Project.

Dear Mr. Pierce:

Reference is made to your recent request to verify the status of the subject waterflood project. Our records indicate that the project is a valid one with one (1) active injection well operating. That well is the Turkey Track Section 3 Well No.3, operated by Webb Oil Company.

It is our opinion that Webb Oil Company may take water from your lease and inject into this well as long as the qualities of the subject waters is generally similar. Injection in the well occurs into the Queen and Grayburg formations. If the water produced from your well is from the Yates, Seven Rivers, Queen or Grayburg formations, the Division has no objection to any agreement you might make with Webb Oil Company.

If I may be of further assistance, please don't hesitate to call.

Very truly yours,

A handwritten signature in dark ink, appearing to read "Ben Stone", written over the typed name.

Benjamin E. Stone
Petroleum Engineering Specialist

/BES

cc: Case File No.3064