

COMMISSIONER'S OFFICE

Phone (505) 827-5760

Fax (505) 827-5766

ADMINISTRATION

Phone (505) 827-5700

Fax (505) 827-5853

GENERAL COUNSEL

Phone (505) 827-5713

Fax (505) 827-4262

PUBLIC AFFAIRS

Phone (505) 827-1245

Fax (505) 827-5766



**New Mexico State Land Office
Commissioner of Public Lands
Ray Powell, M.S., D.V.M.**

COMMERCIAL RESOURCES

Phone (505) 827-5724

Fax (505) 827-6157

MINERAL RESOURCES

Phone (505) 827-5744

Fax (505) 827-4739

ROYALTY MANAGEMENT

Phone (505) 827-5772

Fax (505) 827-4739

SURFACE RESOURCES

Phone (505) 827-5793

Fax (505) 827-5711

January 24, 2000

Falcon Creek Resources, Inc.
621 Seventeenth Street, Suite 1800
Denver, Colorado 80293-0621

Attention: Mr. Lynn D. Becker

Re: West Teas (Yates-Seven Rivers) Secondary Recovery Unit
Lea County, New Mexico

This office has reviewed the unexecuted copy of unit agreement, which you have submitted for the proposed West Teas (Yates-Seven Rivers) Unit Area, Lea County, New Mexico. It is our understanding that fresh water will not be used in the waterflood operations.

This agreement meets the general requirements of the Commissioner of Public Lands and has this date granted you preliminary approval as to form and content.

Preliminary approval shall not be construed to mean final approval of this agreement in any way and will not extend any short term leases until final approval and an effective date have been given.

When submitting your agreement for final approval, please submit the following:

1. Application for final approval by the Commissioner setting forth the tracts that have been committed and the tracts that have not been committed.
2. All ratifications from the Lessees of Record and Working Interest Owners. All signatures should be acknowledged by a notary and one set must contain original signatures.
3. Order of the New Mexico Oil Conservation Division and approval by the Bureau of Land Management. Our approval will be conditioned upon subsequent favorable approval by the New Mexico Oil Conservation Division and the Bureau of Land Management.
4. A copy of the Unit Operating Agreement.
5. A copy of your Initial Plan of Operation.
6. A re-designation of well names and numbers.
7. The filing fee for a unit agreement is \$30.00 dollars for every section of partial section thereof. Please submit a \$120.00 filing fee.

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico

Case No. 12331 and 12332 Exhibit No. 6

Submitted by:

Falcon Creek Resources, Inc.

Hearing Date: February 17, 2000

"WE WORK FOR EDUCATION"

310 Old Santa Fe Trail, P. O. Box 1148 Santa Fe, New Mexico 87504-1148

Falcon Creek Resources, Inc.
January 24, 2000
Page 2

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M.
COMMISSIONER OF PUBLIC LANDS

A handwritten signature in black ink, appearing to read "Jami Bailey", is written over the typed name.

BY:

JAMI BAILEY, Director
Oil, Gas and Minerals Division
(505) 827-5744

RP/JB/pm

pc: Reader File
OCD-Attention: Roy Johnson
BLM-Roswell, Attention Mr. Armando Lopez

Ratifications

By Tract as of

February 16, 2000

West Teas Unit, Lea County, NM

Tract No.	Owner Name	Int. Type	Tract WI	Tract NRI	Voting Percentage	Executed Joinder/ Ratification
1A.	Falcon Creek Resources, Inc.	WI	100.000000%	80.000000%	100.000000%	100.000000%
1B.	Falcon Creek Resources, Inc.	WI	100.000000%	75.000000%	100.000000%	100.000000%
2A.	Falcon Creek Resources, Inc.	WI	100.000000%	75.000000%	100.000000%	100.000000%
2B.	Falcon Creek Resources, Inc.	WI	94.116471%	70.587353%	94.116471%	94.116471%
2B.	PATCO, Ltd.	WI	2.500000%	1.875000%		
2B.	Sid Cowan	WI	2.383529%	1.787647%	2.383529%	2.383529%
2B.	Sheehy & Richardson	WI	1.000000%	0.750000%		
			100.000000%	75.000000%	96.500000%	96.500000%
2C.	Falcon Creek Resources, Inc.	WI	94.605871%	70.954403%	94.605871%	94.605871%
2C.	Sid Cowan	WI	2.228000%	1.671000%	2.228000%	2.228000%
2C.	Charles McNeese	WI	2.000000%	1.500000%		
2C.	Sheehy & Richardson	WI	1.166129%	0.874597%		
			100.000000%	75.000000%	96.833871%	96.833871%
2D.	Falcon Creek Resources, Inc.	WI	94.500000%	70.875000%	94.500000%	94.500000%
2D.	PATCO, Ltd.	WI	2.500000%	1.875000%		
2D.	Sid Cowan	WI	2.000000%	1.500000%	2.000000%	2.000000%
2D.	Sheehy & Richardson	WI	1.000000%	0.750000%		
			100.000000%	75.000000%	96.500000%	96.500000%
2E.	Falcon Creek Resources, Inc.	WI	88.316213%	66.237160%	88.316213%	88.316213%
2E.	Kenneth English	WI	10.000000%	7.500000%		
2E.	Sheehy & Richardson	WI	1.000000%	0.750000%		
2E.	Sid Cowan	WI	0.683787%	0.512840%	0.683787%	0.683787%
			100.000000%	75.000000%	89.000000%	89.000000%
2F.	Falcon Creek Resources, Inc.	WI	94.250000%	70.687500%	94.250000%	94.250000%
2F.	PATCO, Ltd.	WI	2.500000%	1.875000%		
2F.	Sid Cowan	WI	2.000000%	1.500000%	2.000000%	2.000000%
2F.	Sheehy & Richardson	WI	1.250000%	0.937500%		
			100.000000%	75.000000%	96.250000%	96.250000%
2G.	Falcon Creek Resources, Inc.	WI	97.000000%	72.750000%	97.000000%	97.000000%
2G.	Sid Cowan	WI	2.000000%	1.500000%	2.000000%	2.000000%
2G.	Sheehy & Richardson	WI	1.000000%	0.750000%		
			100.000000%	75.000000%	99.000000%	99.000000%
3.	Falcon Creek Resources, Inc.	WI	97.000000%	72.750000%	97.000000%	97.000000%
3.	Sid Cowan	WI	2.000000%	1.500000%	2.000000%	2.000000%
3.	Sheehy & Richardson	WI	1.000000%	0.750000%		
			100.000000%	75.000000%	99.000000%	99.000000%
4.	Falcon Creek Resources, Inc.	WI	100.000000%	75.000000%	100.000000%	100.000000%
5A.	Falcon Creek Resources, Inc.	WI	97.000000%	72.750000%	97.000000%	97.000000%
5A.	Sid Cowan	WI	2.000000%	1.500000%	2.000000%	2.000000%
5A.	Sheehy & Richardson	WI	1.000000%	0.750000%		
			100.000000%	75.000000%	99.000000%	99.000000%
5B.	Falcon Creek Resources, Inc.	WI	100.000000%	83.333330%	100.000000%	100.000000%
5C.	Falcon Creek Resources, Inc.	WI	100.000000%	83.333330%	100.000000%	100.000000%
6A.	Falcon Creek Resources, Inc.	WI	96.924030%	72.693023%	96.924030%	96.924030%
6A.	Sid Cowan	WI	2.075970%	1.556978%	2.075970%	2.075970%
6A.	Sheehy & Richardson	WI	1.000000%	0.750000%		
			100.000000%	75.000000%	99.000000%	99.000000%
6B.	Falcon Creek Resources, Inc.	WI	96.909405%	72.682054%	96.909405%	96.909405%
6B.	Sid Cowan	WI	2.090595%	1.567946%	2.090595%	2.090595%
6B.	Sheehy & Richardson	WI	1.000000%	0.750000%		
			100.000000%	75.000000%	99.000000%	99.000000%
7.	Falcon Creek Resources, Inc.	WI	100.000000%	87.500000%	100.000000%	100.000000%

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Case No. 12331 and 12332 Exhibit No. 7
Submitted by:
Falcon Creek Resources, Inc.
Hearing Date: February 17, 2000

Tract No.	Owner Name	Int. Type	Tract WI	Tract NRI	Voting Percentage	Executed Joinder/ Ratification
8.	Santa Fe-Snyder Corporation	WI	100.000000%	83.333333%	100.000000%	100.000000%
9.	Mitchell Energy Corporation	WI	50.000000%	40.000000%	50.000000%	50.000000%
9.	Santa Fe-Snyder Corporation	WI	33.333333%	26.666666%	33.333333%	33.333333%
9.	Camterra Resources Partners, L.P.	WI	16.666667%	13.166667%	16.666667%	16.666667%
			100.000000%	79.833333%	100.000000%	100.000000%

RATIFICATION AND JOINDER OF UNIT AGREEMENT AND UNIT OPERATING AGREEMENT

In consideration of the execution of the Unit Agreement for the Development and Operation of the **West Teas (Yates - Seven Rivers) Unit Area**, County of Lea, State of New Mexico, dated November 1, 1999, in form approved on behalf of the New Mexico Oil Conservation Division of the New Mexico Department of Energy, Minerals and Natural Resources, and in consideration of the execution or ratification by other Working Interest Owners of the contemporary Unit Operating Agreement for the **West Teas (Yates - Seven Rivers) Unit Area**, County of Lea, State of New Mexico, dated November 1, 1999, which relates to said Unit Agreement, the undersigned hereby expressly ratifies, approves and adopts said Unit Agreement, and also said Unit Operating Agreement, as fully as though the undersigned had executed the original instruments.

This Ratification and Joinder shall be effective as to the undersigned's interests in any lands and leases, or interests therein, and royalties presently held or which may arise under existing agreements or other interests in unitized substances, covering any lands within the Unit Area in which the undersigned may be found to have an oil or gas interest.

This Ratification and Joinder shall be binding upon the undersigned, his, hers or its heirs, devisees, assignees or successors in interest.

EXECUTED this 20 day of January, 2000.

Sid Cowan

N.A.

(Spouse's name)

Leif Gunn

1010 South Main Street
Del Rio, TX 78841

INDIVIDUAL ACKNOWLEDGMENT

STATE OF TEXAS §

COUNTY OF Yal Verde

The foregoing instrument was acknowledged before me by Sid Cowan and

this 26th day of January, 2000.

WITNESS my hand and official seal.

YESENIA GUJARDO
MY COMMISSION EXPIRES
May 12, 2003



Hesenia Gajjar Notary Public
My Commission Expires: 5/12/03

RATIFICATION AND JOINDER OF UNIT AGREEMENT

In consideration of the execution of the Unit Agreement for the Development and Operation of the **West Teas (Yates - Seven Rivers) Unit Area**, County of Lea, State of New Mexico, dated November 1, 1999, in form approved on behalf of the New Mexico Oil Conservation Division of the New Mexico Department of Energy, Minerals and Natural Resources, **Santa Fe Snyder Corporation** hereby expressly joins said Unit Agreement and ratifies, approves, adopts and confirms said Unit Agreement, as fully as though the undersigned had executed the original instrument, INsofar AND ONLY INsofar as **Santa Fe Snyder Corporation** owns Record Title to State of New Mexico Lease No. V-5241-1, dated February 1, 1998, from The State of New Mexico, as Lessor, to Santa Fe Energy Resources, Inc, as Lessee, INsofar AND ONLY INsofar as said lease covers the Unitized Formation under the NW/4 SE/4 of Section 16 in Township 20 South, Range 33 East, NMPM, Lea County, New Mexico.

This Ratification and Joinder shall be effective as to the undersigned's Record Title interest only in the above described lands and lease, as the undersigned hereby acknowledges that it does not own any working, mineral or royalty interests in Unitized Formation.

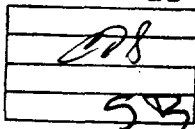
This Ratification and Joinder of Unit Agreement, shall be binding upon the undersigned, his, her or its heirs, devisees, executors, assigns or successors in interest.

EXECUTED this 11th day of February, 2000.

Interest Type: Record Title only in Unitized Formation

Santa Fe Snyder Corporation

APPROVED



A handwritten signature in cursive script, appearing to read "R.B. Rice".

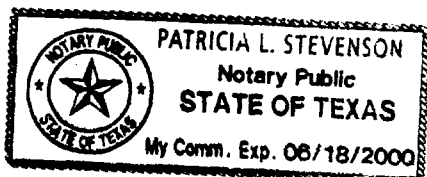
By: R.B. Rice
Title: Vice President and
General Manager

550 West Texas, Suite 1300
Midland, Texas 79701

CORPORATE ACKNOWLEDGMENT

STATE OF TEXAS §
 §
COUNTY OF MIDLAND §

The foregoing instrument was acknowledged before me this 16
11th day of February,
2000 by R.B. Rice, as Vice President & Gen Mgr. of **Santa Fe**
Snyder Corporation, a Delaware corporation, on behalf of said corporation.



A handwritten signature in cursive script, appearing to read "Patricia L. Stevenson".
Notary Public, State of Texas
My Commission Expires: _____