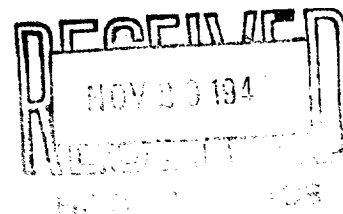


NEW MEXICO OIL CONSERVATION COMMISSION

Santa Fe, New Mexico

MISCELLANEOUS REPORTS ON WELL



Submit this report in triplicate to the Oil Conservation Commission or its proper agent within ten days after the work specified is completed. It should be signed and sworn to before a notary public for reports on beginning drilling operations, results of shooting well, results of test of casing shut-offs, result of plugging of well, and other important operations, even though the work was witnessed by an agent of the commission. Reports on minor operations need not be signed and sworn to before a notary public. See additional instructions in the Rules and Regulations of the Commission.

Indicate nature of report by checking below:

REPORT ON BEGINNING DRILLING OPERATIONS		REPORT ON REPAIRING WELL	
REPORT ON RESULT OF SHOOTING OR CHEMICAL TREATMENT OF WELL		REPORT ON PULLING OR OTHERWISE ALTERING CASING	
REPORT ON RESULT OF TEST OF CASING SHUT-OFF	X	REPORT ON DEEPENING WELL	
REPORT ON RESULT OF PLUGGING OF WELL			

Hobbs, New Mexico

November 19, 1945

Place

Date

OIL CONSERVATION COMMISSION,

Santa Fe, New Mexico.

Gentlemen:

Following is a report on the work done and the results obtained under the heading noted above at the

The Ohio Oil Company

Walter Lynch

Well No. 1

in the

Company or Operator

Lease

of Sec. 1

T. 22S

R. 37E

N. M. P. M.,

Paddock

Field,

Lea

County

The dates of this work were as follows:

Notice of intention to do the work was (was not) submitted on Form C-102 on November 15 1945
 and approval of the proposed plan was (was not) obtained. (Cross out incorrect words)

DETAILED ACCOUNT OF WORK DONE AND RESULTS OBTAINED

Total Depth 2850', set 8-5/8" casing at 2848', cemented W/2500 sacks. Cement set
 72 hrs. tested W/800# pressure for 30 mins. Test OK. Now drilling ahead.

Witnessed by J. B. Reese
 Name

The Ohio Oil Company
 Company

Farm Foreman
 Title

Subscribed and sworn to before me this

17th day of November, 1945

Notary Public

I hereby swear or affirm that the information given above
 is true and correct.

Name

Position District Foreman

Representing The Ohio Oil Company

Address P. O. Box 1607, Hobbs, New Mexico

My Commission expires
 MY COMMISSION EXPIRES AUG. 19, 1947

Remarks:

Approved

Name

Inspector

Title

The first part of the document discusses the importance of maintaining accurate records of all transactions. It emphasizes that every entry, no matter how small, should be recorded to ensure the integrity of the financial data. This includes not only sales and purchases but also expenses and income. The document also mentions the need for regular audits to verify the accuracy of the records.

In the second part, the focus is on the classification of expenses. It suggests that expenses should be categorized into different groups, such as operating expenses, capital expenses, and non-recurring expenses. This classification helps in understanding the nature of the expenses and their impact on the overall financial performance.

The third part of the document deals with the calculation of net income. It provides a step-by-step guide on how to calculate net income by starting with total revenue and then subtracting all expenses. The document also highlights the importance of understanding the components of net income, such as gross profit and operating profit.

Finally, the document concludes by emphasizing the role of financial statements in providing a clear picture of the company's financial health. It states that these statements are essential for both internal management and external stakeholders, such as investors and creditors.

The following table shows the results of the financial analysis for the year 2023. The data is presented in a clear and concise manner, allowing for easy comparison of the company's performance against its targets.

Category	Actual	Target	Variance
Total Revenue	\$1,200,000	\$1,150,000	\$50,000
Operating Expenses	\$800,000	\$820,000	(\$20,000)
Capital Expenses	\$150,000	\$140,000	\$10,000
Non-recurring Expenses	\$50,000	\$60,000	(\$10,000)
Net Income	\$200,000	\$190,000	\$10,000

The table indicates that the company has achieved its revenue target and has managed to keep its operating expenses within the budget. However, there is a slight overspend on capital and non-recurring expenses, which has resulted in a lower net income than initially planned.

Based on the analysis, the following recommendations are made for the upcoming year:

- Continue to monitor operating expenses closely to ensure they remain within the budget.
- Review capital expenditure plans to identify areas where costs can be reduced.
- Implement measures to minimize non-recurring expenses, such as one-time legal fees or consulting charges.

By following these recommendations, the company is expected to improve its financial performance and achieve its net income target for the next year.