

~~CONFIDENTIAL~~
Release Date 10/23/83

SANCHEZ-O'BRIEN O&G 1-4 FEDERAL 838
SE NW 4-4N-12E GILA CO.

COUNTY GILA AREA 20 mi. W of Tonto Basin LEASE NO. Fed. A-9039
 (Roosevelt Dam area)

WELL NAME SANCHEZ-O'BRIEN OIL & GAS CORP. 1-4 FEDERAL

LOCATION SE NW SEC 4 TWP 4N RANGE 12E FOOTAGE 1650 FNL, 2122 FWL
 ELEV 2190' GR KB SPUD DATE 3-17-83 STATUS As of 4/22/83 TOTAL DEPTH 3494'
 COMP. DATE 4/23/83

CONTRACTOR James Drilling Co.

CASING IZE	DEPTH	CEMENT	LINER SIZE & DEPTH	DRILLED BY ROTARY
				DRILLED BY CABLE TOOL
				PRODUCTIVE RESERVOIR
				INITIAL PRODUCTION

FORMATION TOPS	DEPTHS	SOURCE		REMARKS
		L.L.	E.L.	
Siltstone & Mudstone	-0- 1690			
Arkose	1900			
Quartzite	2050			
Diabase Sill	2305			
Pioneer Sahle	2305			
DIABASE SILL	3280 3494'			4/17/83

ELECTRIC LOGS	PERFORATED INTERVALS	PROD. INTERVALS	SAMPLE LOG
CONDENSATE DENSITY		to 3490'	1849
DUAL INDUCTION	GUARD LOG	to 3490'	SAMPLE DESCRP.
COMPUTER ANALYZED LOG	1000'	to 1900'	SAMPLE NO. 1849
			CORE ANALYSIS 2 levels
			DSTs 600' to TD

REMARKS mud log - 4/6/83 (partial to 1600) APP. TO PLUG X
" " 4/12/83 (to 2200) PLUGGING REP. X
" " 4/18/83 to 2600 COMP. REPORT 1-30-84

WATER WELL ACCEPTED BY 4/25/83 to 3200' 4/26/83 to 3491'

BOND CO. UNITED STATES FIDELITY & GUARANTY CO. BOND NO. 72-0130-12283-81-5
 BOND AMT. \$ 25,000 CANCELLED DATE 10-27-81
 FILING RECEIPT 2365 LOC. PLAT x WELL BOOK x ORGANIZATION REPORT x
 API NO. 02-007-20003 DATE ISSUED 2-8-83 DEDICATION E/2 NW/4

PERMIT NUMBER 838

RECEIVED

WELL COMPLETION OR RECOMPLETION REPORT AND WELL LOG JAN 30 1984

DESIGNATE TYPE OF COMPLETION:
 New Well Work-Over Deepen Plug Back Same Reservoir Different Reservoir Oil Gas Dry O & G CONS. COMM.

DESCRIPTION OF WELL AND LEASE

Operator: Sanchez-O'Brien Oil & Gas Corporation
 Address: P. O. Box 2986, Laredo, TX 78041
 Federal, State or Indian Lease Number or name of lessor if free lease: Federal A-9039
 Well Number: 1-4
 Field & Reservoir: Wildcat
 Location: 1650' FNL/ 2122' FWL
 County: Gila
 Sec. TWP-Range or Block & Survey: 4- 4N-12E GSRM

Date spudded: 3-17-83
 Date total depth reached: 4-22-83
 Date completed, ready to produce:
 Elevation (DF, RKB, RT or Gr.): RKB 2195 feet
 Elevation of casing hd. flange: 2186 feet

Total depth: 3491
 P.B.T.D.:
 Single, dual or triple completion?
 If this is a dual or triple completion, furnish separate report for each completion.

Producing interval (s) for this completion: None
 Rotary tools used (interval): 0-3491
 Cable tools used (interval):

Was this well directionally drilled? NO
 Was directional survey made? NO
 Was copy of directional survey filed?
 Date filed:
 Type of electrical or other logs run (check logs filed with the commission): Wellex DIG CDN
 Date filed: 4-24-83

CASING RECORD

Purpose	Size hole drilled	Size casing set	Weight (lb./ft.)	Depth set	Sacks cement	Amt. pulled
8 5/8	12 1/4	8 5/8	24	496	400	none

LINER RECORD

Size in.	Depth set ft.	Packer set at ft.	Size in.	Top ft.	Bottom ft.	Sacks cement	Screen (ft)

PERFORATION RECORD

Number per ft.	Size & type	Depth Interval	Am't. & kind of material used	Depth Interval

ACID, SHOT, FRACTURE, CEMENT SQUEEZE RECORD

INITIAL PRODUCTION

Date of first production:
 Producing method (indicate if flowing, gas lift or pumping—if pumping, show size & type of pump.):

Date of test	Hrs. tested	Choke size	Oil prod. during test bbls.	Gas prod. during test MCF	Water prod. during test bbls.	Oil gravity *API (Corr)

Tubing pressure	Casing pressure	Cal'ed rate of Production per 24 hrs.	Oil bbls.	Gas MCF	Water bbls.	Gas-oil ratio

Disposition of gas (state whether vented, used for fuel or sold):

CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the AGENT of the Sanchez-O'Brien Oil & Gas Corporation (company), and that I am authorized by said company to make this report; and that this report was prepared under my supervision and direction and that the facts stated therein are true, correct and complete to the best of my knowledge.

Date: 5-12-83
 Signature: Charles D. Zucker

Permit No. 00838
 STATE OF ARIZONA
 OIL & GAS CONSERVATION COMMISSION
 Well Completion or Recompletion Report and Well Log
 Form No. 4 File One Copy

DETAIL OF FORMATIONS PENETRATED

FORMATION	TOP	BOTTOM	DESCRIPTION*
Alluvial Fill	0	1690	Siltstone, Sandstone & mudstone
Lower Dripping Spring	1690	1888	Arkose
Quartzite	1888	2040	Quartzite (Felspathic)
Diabase Sill	2040	3245	Olivene, Quartz, Mica, & Weathered Feldspar
Conglomerate	3245	3372	Diabase Conglomerate with trace granite
Conglomerate	3372	3491	Granite conglomerate with abundant Olivene
Water zone	788	854	Blackish water (7900 PPM Total Chlorides) Flowed estimated 60 BBls/day @ 846
Water zone	1497	1502	Fresh water (217 PPM Total chlorides) Stronger flow than zone above. No estimate on rate. Flowed 1" stream.
Water zone	1900	1962	Fresh water (700 PPM Total chlorides) Artesian flow 63 P. S. I. Surface pressure. Flowed 2 1/2" stream.
			Water samples analyzed by Western Technologies, Inc. Phoenix, Arizona

* Show all important zones of porosity, detail of all cores, and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures, and recoveries.

INSTRUCTIONS:

Attach drillers log or other acceptable log of well.

This Well Completion or Recompletion report and well log shall be filed with the State of Arizona Oil & Gas Conservation Commission not later than thirty days after project completion.

Form No. 4

RECEIVED

MAY 11 1983

PLUGGING RECORD					
Operator Sanchez-O'Brien Oil & Gas Corporation			Address P.O. Box 2986, Laredo, TX 78041		
Federal, State, or Indian Lease Number, or lessor's name if fee lease.		Well No. 1-4	Field & Reservoir Wildcat		
Location of Well 1650' FNL & 2122' FWL				Sec-Twp-Rge or Block & Survey 4-4N-12E GSRM	County Gila
Application to drill this well was filed in name of Sanchez-O'Brien Oil & Gas		Has this well ever produced oil or gas no	Character of well at completion (Initial production): Oil (bbls/day) Gas (MCF/day) Dry? yes		
Date plugged: 4-23-83		Total depth 3494	Amount well producing when plugged: Oil (bbls/day) Gas (MCF/day) Water (bbls/day)		
Name of each formation containing oil or gas. Indicate which formation open to well-bore at time of plugging		Fluid content of each formation	Depth interval of each formation	Size, kind & depth of plugs used. Indicate zones squeeze cemented, giving amount cement	
Apache		Fresh water		50 sacks 1730-1900	
Quaternary		Fresh water		50 sacks 1365-1500	
Quaternary		Brackish Water		125 sacks 633-850	
CASING RECORD					
Size pipe	Put in well (ft.)	Pulled out (ft.)	Left in well (ft.)	Give depth and method of parting casing (shot, ripped, etc.)	Packers and shoes
8 5/8	499'	0	499'		
Was well filled with mud-laden fluid, according to regulations? yes				Indicate deepest formation containing fresh water. 1900	
NAMES AND ADDRESSES OF ADJACENT LEASE OPERATORS OR OWNERS OF THE SURFACE					
Name		Address		Direction from this well:	
Mitch Holder		Hat Ranch Box 823, Globe AZ 67730		Northeast 1 1/2 miles	
In addition to other information required on this form, if this well was plugged back for use as a fresh water well, give all pertinent details of plugging operations to base of fresh water sand, perforated interval to fresh water sand, name and address of surface owner, and attach letter from surface owner authorizing completion of this well as a water well and agreeing to assume full liability for any subsequent plugging which might be required.					
Use reverse side for additional detail.					
CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the <u>Agent</u> of the <u>Sanchez-O'Brien Oil & Gas Corp.</u> (company) and that I am authorized by said company to make this report; and that this report was prepared under my supervision and direction and that the facts stated therein are true, correct and complete to the best of my knowledge.					
5/9/83 Date		<i>Charles D. Tucker</i> Signature			
Permit No. <u>00838</u>			STATE OF ARIZONA OIL & GAS CONSERVATION COMMISSION Plugging Record File One Copy Form No. 10		

APPLICATION TO PLUG AND ABANDON

RECEIVED

MAY 11 1983

FIELD Wildcat O & G CONS. COMM.

OPERATOR Sanchez-O'Brien Oil & Gas Corp ADDRESS P. O. Box 2986, Laredo, TX 78041
 Federal, State or Indian Lease Number or Lessor's Name if Fee Lease A-9039 WELL NO. 1-4

LOCATION 1650' FNL & 2122' FWL Section 4 4North 12 East

TYPE OF WELL Dry (Oil, Gas or Dry Hole) TOTAL DEPTH 3494

ALLOWABLE (If Assigned) N/A

LAST PRODUCTION TEST OIL N/a (Bbls.) WATER _____ (Bbls.)
 GAS _____ (MCF) DATE OF TEST _____

PRODUCING HORIZON N/A PRODUCING FROM _____ TO _____

1. COMPLETE CASING RECORD.

Ran 12 joints 8 5/8 J-55 ST & C Casing, guide shoe and float cemented with 400 sacks class "A" + 4% gel + 1/2#/sack flo seal + 3% CaCl mixed @ 14.1 pounds per gallon. Pumped plug down with 1200 PSI. Plug down 11 PM 3-23-83. Got 210 sacks return (Cement circulated to surface). Casing set at 499'.

2. FULL DETAILS OF PROPOSED PLAN OF WORK.

Set 3-100' plugs opposite water zones at 1730 - 1900, 1365 - 1500 and 633 - 850. A 100' plug 50' in and 50' below base of surface casing @ 499 by displacement. Put 15 sacks in top of surface pipe, weld on steel plate 4' below surface and pipe marker with well data to extend 4' above surface.

DATE COMMENCING OPERATIONS 4/23/83

NAME OF PERSON DOING WORK Jim Pierson ADDRESS P. O. Box 1298, Grants, New Mexico

Charles D. Zucker
 Signature
 Agent - - Sanchez-O'Brien Oil & Gas Corporation
 Title
 2212 N. W. 50th, Suite 245, OKC, OK 73112
 Address
 May 9, 1983
 Date

Date Approved 4-23-83
 STATE OF ARIZONA
 OIL & GAS CONSERVATION COMMISSION
 By: *[Signature]*

STATE OF ARIZONA
 OIL & GAS CONSERVATION COMMISSION
 Application to Plug and Abandon
 File Two Copies
 Form No. 9

Permit No. 00838

4/82

2-8-83

SANCHEZ-O'BRIEN OIL & GAS CORP. 1-4 FEDERAL

838

SE NW 4-4N-12E GILA CO.

1650 FNL, 2122 FWL

Elev. 2190 GL

Spud date *3-17-83*

Proposed depth 3500

3-22-83 Ginette K. reported SOB shut down (rain)

3-23-83 J.K. 3:45P SOB cementing now. Test BOP tonight.

3-28-83 J.K. ^{891'} Hit water (60 bbls/d est) @ 846'

4-11-83 J.K. ϕ 2582 in diabase sill.

4-22-83 ϕ 3459' 3 wtr zones 850', 1500' & 1900'

4-25-83 P&A @

API No. 02-007-20003



**WESTERN
TECHNOLOGIES,
INC.**

3737 East Broadway Road
P.O. Box 21387
Phoenix, Arizona 85036
(602) 268-1381

LABORATORY REPORT

RECEIVED

MAY 20 1983

Client Karabees Agencies
5513 North 79th Place
Scottsdale, Arizona 85253

O & G CONS. COMM.

Job No. _____
Lab/Invoice No. 22130445
Date of Report: 5/09/83

Project Sanchez-O'Brien Oil and Gas Corporation
Location Federal 1-4 Gila County, Arizona
Material/Specimen Water Sampled By --- Date --
Source 4-4N-12E SO BOG Submitted By KA/J.Karabees Date 4/25/83
Test Procedure Standard Methods, 15thED Authorized By KA/J.Karabees Date 4/25/83

RESULTS

Three samples were submitted for analysis following standard laboratory procedures. Boron was determined using an ICP emission spectrophotometer. The results were as follows:

Parameter	846 ft.	1521 ft.	1900 ft.
E.C., umhos/cm	27922	1494	2700
Boron, ppm	2.8	11	4.5
Chloride, ppm	8377	217	482

*It should be noted that all samples contained sediment and analyses were performed on dissolved fraction only.

Copies to Addressee (2)

Reviewed By: Lisa C. Lund
Lisa C. Lund, Chemist

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APR 16 1983

O & G CONS. COMM.

SUNDRY NOTICES AND REPORTS ON WELLS

1. Name of Operator Sanchez-O'Brien Oil & Gas Corporation

2. Oil Well Gas Well Other (Specify) Wildcat

3. Well Name Federal 1-4

Location SENW

Sec. 4 Twp. 4N Rge. 12E County Gila Arizona

4. Federal, State or Indian Lease Number, or lessor's name if fee lease

5. Field or Pool Name Wildcat

6. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
TEST WATER SHUT-OFF <input type="checkbox"/>	PULL OR ALTER CASING <input type="checkbox"/>	WATER SHUT-OFF <input type="checkbox"/>	MONTHLY PROGRESS <input type="checkbox"/>
FRACTURE TREAT <input type="checkbox"/>	DIRECTIONAL DRILL <input type="checkbox"/>	FRACTURE TREATMENT <input type="checkbox"/>	REPAIRING WELL <input type="checkbox"/>
SHOOT OR ACIDIZE <input type="checkbox"/>	PERFORATE CASING <input type="checkbox"/>	SHOOTING OR ACIDIZING <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
REPAIR WELL <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	(OTHER) <u>Weekly</u>	ABANDONMENT <input checked="" type="checkbox"/>

(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

7. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

4/10/83 Drilling at 2,460 feet.
 4/11/83 Drilling at 2,582 feet.
 4/12/83 Drilling at 2,643 feet.
 4/13/83 Drilling at 2,756 feet.
 4/14/83 Drilling at 2,806 feet.
 4/15/83 Drilling at 2,900 feet.
 4/16/83 Drilling at 2,984 feet.
 4/17/83 Drilling at 3,104 feet as of 12:00 Noon.

Note: Drilled through 1,034 feet of diabase sill as of 4/17/83.

8. I hereby certify that the foregoing is true and correct.

Agent Charles O. Tucker

Title Agent

Date April 17, 1983

Permit No. 00838

STATE OF ARIZONA
 OIL & GAS CONSERVATION COMMISSION
 Sundry Notices and Reports On Wells
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 Form No. 25

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 APR 11 1983
 O & G CONS. COMM.

SUNDRY NOTICES AND REPORTS ON WELLS

1. Name of Operator Sanchez-O'Brien Oil & Gas Corporation
 2. OIL WELL GAS WELL OTHER (Specify) Wildcat
 3. Well Name Federal 1-4
 Location SENW
 Sec. 4 Twp. 4N Rge. 12E County Gila Arizona.
 4. Federal, State or Indian Lease Number, or lessor's name if fee lease A-9039
 5. Field or Pool Name Wildcat

6. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
TEST WATER SHUT-OFF <input type="checkbox"/>	PULL OR ALTER CASING <input type="checkbox"/>	WATER SHUT-OFF <input type="checkbox"/>	MONTHLY PROGRESS <input type="checkbox"/>
FRACTURE TREAT <input type="checkbox"/>	DIRECTIONAL DRILL <input type="checkbox"/>	FRACTURE TREATMENT <input type="checkbox"/>	REPAIRING WELL <input type="checkbox"/>
SHOOT OR ACIDIZE <input type="checkbox"/>	PERFORATE CASING <input type="checkbox"/>	SHOOTING OR ACIDIZING <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
REPAIR WELL <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	(OTHER) <u>Weekly</u>	ABANDONMENT <input type="checkbox"/>
(OTHER) <input type="checkbox"/>			<input checked="" type="checkbox"/>

(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

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4/5/83 Drilled to 2035 feet. Stuck pipe at 1980. Waiting on back-off truck and fishing tools.
 4/6/83 Spent 4 hours working pipe without fishing tools - pipe came free. Reamed from 1960 to 2035 feet. Drilled to 2121 feet.
 4/7/83 Drilling at 2203 feet.
 4/8/83 Drilling at 2275 feet.
 4/9/83 On 7th bit. Reamed 2075 to 2275. Drilling at 2372 feet at 1:25PM.

Lithology		Chlorides	
Siltstone & Mudstone (lt. Brown)	0-1690	Water	7900 PPM 840-860
Arkose Lower Dripping Spring	1690-1900	Water	300 PPM 1500-1520
Quartzite (Felspathic)	1900-2050	Water	700 PPM 1880-1890
Diabase Sill (Olivene, Quartz, Mica & Weathered Feldspar)	2050-2305	(Artesian)	65# SIP
Pioneer Sahle (Red Brn. Shale)	2305-		

8. I hereby certify that the foregoing is true and correct.

Signed Charles J. Tucker Title Agent Date April 9, 1983

STATE OF ARIZONA
 OIL & GAS CONSERVATION COMMISSION
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Permit No. 00838

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SUNDRY NOTICES AND REPORTS ON WELLS

O & G CONS. COMM.

1. Name of Operator Sanchez-O'Brien Oil & Gas Corporation

2. Oil Well Gas Well Other (Specify) Wildcat

3. Well Name Federal 1-4

Location SENW

Sec. 4 Twp. 4N Rge. 12E County Gila Arizona.

4. Federal, State or Indian Lease Number, or lessor's name if fee lease A-9039

5. Field or Pool Name Wildcat

6. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
TEST WATER SHUT-OFF <input type="checkbox"/>	PULL OR ALTER CASING <input type="checkbox"/>	WATER SHUT-OFF <input type="checkbox"/>	MONTHLY PROGRESS <input type="checkbox"/>
FRACTURE TREAT <input type="checkbox"/>	DIRECTIONAL DRILL <input type="checkbox"/>	FRACTURE TREATMENT <input type="checkbox"/>	REPAIRING WELL <input type="checkbox"/>
SHOOT OR ACIDIZE <input type="checkbox"/>	PERFORATE CASING <input type="checkbox"/>	SHOOTING OR ACIDIZING <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
REPAIR WELL <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	(OTHER) <u>Weekly</u>	ABANDONMENT <input type="checkbox"/>
(OTHER) <input type="checkbox"/>			<input checked="" type="checkbox"/>

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3/29/83 Drilling at 960 feet.

3/30/83 Drilled to 1500 feet, water decreasing. At 1500-1524, encountered flow of fresh water. Washed and reamed from 975 to 1099. Displaced hole with mud.

3/31/83 Drilling at 1705 feet. Reamed tight hole from 1150 to 1524.

4/ 1/83 Drilled to 1888.

4/ 2/83 Drilled to 1906 feet. Encountered strong flow of fresh water at 1905 feet. Pulled out of hole. Water had 63 PSI shut in pressure. Estimated 3600 barrels per day water flow. Enlarged reserve pit.

4/ 3/83 Displaced water in hole with 9.4# mud. Washed from 1700 to 1906. Drilled to 1936 feet.

4/ 4/83 Drilling at 2006 feet as of 7:00 AM.

Deviation Surveys:

530	1°
1028	2 3/4°
1095	2 1/4°
1524	1 1/2°
1690	1°
1900	1/2°

8. I hereby certify that the foregoing is true and correct.

Signature Charles L. Tuben

Title Agent

Date April 4, 1983

Permit No. 00838

STATE OF ARIZONA
 OIL & GAS CONSERVATION COMMISSION
 Sundry Notices and Reports On Wells
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MAR 29 1983

O & G CONS. COMM.

SUNDRY NOTICES AND REPORTS ON WELLS

1. Name of Operator Sanchez-O'Brien Oil & Gas Corporation

2. Oil Well GAS Well OTHER (Specify) Wildcat

3. Well Name Federal 1-4
 Location SENW
 Sec. 4 Twp. 4N Rgn. 12E County Gila Arizona.

4. Federal, State or Indian Lease Number, or lessor's name if fee lease A-9039

5. Field or Pool Name Wildcat

6. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:			SUBSEQUENT REPORT OF:		
TEST WATER SHUT-OFF	<input type="checkbox"/>	FULL OR ALTER CASING	<input type="checkbox"/>	WATER SHUT-OFF	<input type="checkbox"/>
FRACTURE TREAT	<input type="checkbox"/>	DIRECTIONAL DRILL	<input type="checkbox"/>	FRACTURE TREATMENT	<input type="checkbox"/>
SHOOT OR ACIDIZE	<input type="checkbox"/>	PERFORATE CASING	<input type="checkbox"/>	SHOOTING OR ACIDIZING	<input type="checkbox"/>
REPAIR WELL	<input type="checkbox"/>	CHANGE PLANS	<input type="checkbox"/>	MONTHLY PROGRESS	<input type="checkbox"/>
(OTHER)				REPAIRING WELL	<input type="checkbox"/>
				ALTERING CASING	<input type="checkbox"/>
				ABANDONMENT	<input type="checkbox"/>
				(OTHER) <u>Weekly</u>	<input checked="" type="checkbox"/>

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- 3/17/83 Spud 5:35PM.
- 3/22/83 Shutdown due to muddy roads. Unable to get surface pipe to location.
- 3/23/83 Ran 12 joint of 8 5/8ths, 24#, J-55 ST&C casing with guide shoe and baffle float to 495.11 ft. Halliburton cemented with 400 sacks, Class A plus 4% gel, plus 1/4 lbs. per sack flow seal, plus 3% calcium chloride. Mixed at 14.1 ppg. Plugged down at 11:00PM.
- 3/26/83 Nipped up BOP, tested pipe rams, blind rams, valves and 8 5/8ths casing to 2,350 PSI.
- 3/27/83 Drilling to 891 ft. with stiff foam. Had water estimated at 846 ft., estimated flow rate of 60 barrels per day.
- 3/28/83 Installed booster compressor to drill ahead.

8. I hereby certify that the foregoing is true and correct.

Signed [Signature] Title Agent Date March 28, 1983
 for Charles O. Tucker

STATE OF ARIZONA
 OIL & GAS CONSERVATION COMMISSION
 Sundry Notices and Reports On Wells
 File 24 Copy 7
 Form No. 25

Permit No. 00838

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FEB 7 1983

O & G CONS. COMM.

MULTI-POINT SURFACE USE AND OPERATIONAL PLAN

SANCHEZ-O'BRIEN OIL & GAS CORPORATION

FEDERAL 1-4
SECTION 4-4N-12E
GILA COUNTY, ARIZONA

MULTI-POINT SURFACE USE AND OPERATIONAL PLAN

1. EXISTING ROADS

See attached Arizona Road Map, Exhibit "A" and Topographic Maps, Exhibit A-1 and Exhibit A-2.

The existing gravel road is color coded in green. The access road (jeep trail) is indicated in red.

2. PLANNED ACCESS ROAD

See attached Topographic Maps, Exhibit A-1 and A-2. The existing jeep road will be used. Drainage work and repair will be as follows:

- A. Existing gate to be left open and a cattleguard will be installed 50 to 75 feet off the main road (A Cross Road) and tied into the existing fence.
- B. Two 16" x 30' culverts will be installed at points 1 & 2 shown on Topographic map A-2. This will eliminate two hair-pin turns and provide adequate drainage. These two locations will be centerline flagged. Existing fill material in the drainages will be used. This will be a restoration to the original route before it was washed out and the hair-pin routes established.

C. Contingency Spills.

A crescent shaped berm will be constructed on the low side of the location with sufficient capacity to contain double the hole volume at total depth.

3. LOCATION OF EXISTING WELLS

See Surveyor Plat No. 1. Well located in the SW $\frac{1}{4}$ SW $\frac{1}{4}$ SW $\frac{1}{4}$ of section 33-5N-12E, $\frac{1}{2}$ mile northwest of the proposed Federal 1-4. The well was drilled in 1915 by the Tonto Headlight Oil Company. (Reference old newspaper articles dated October 12, 1915). This well is still open. It was determined that it has an unknown amount of fresh water at 120 feet.

Tonto Oil Company drilled a well in April 1914 through April 1916, southeast in the N $\frac{1}{2}$ NE of section 9-4N-12E. Newspaper articles indicate the well was drilled to a depth of 1650 feet. Oil and gas shows were reported at approximate depths of 400', 1150', 1310', 1500' and 1600'. No information is available as to the plugging of this well. The casing is bridged above ground level.

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

- A. At the present time, there are no existing production facilities, tank batteries, oil/gas gathering lines, injection or disposal lines. See Production Facilities Layout, Exhibit O-2.

Multi-Point Surface Use and Operational Plan

- B. In the event that production of this well is established, then the existing area of the location will be utilized for the establishment of the necessary production facilities.

This area will be built, if possible, with native materials and if these materials are not available, then the necessary arrangements will be made to obtain them from private sources.

The total area that is needed for the production of this well will be fenced and a cattleguard will be utilized for access to these facilities.

- C. The rehabilitation of the disturbed area that is not required for the production of this well, will meet the requirements of items #7 and #10 and these requirements and standards will be adhered to.

5. LOCATION AND TYPE OF WATER SUPPLY

A Special Use Permit will be sought from the Tonto National Forest to use water from an abandoned well $\frac{1}{2}$ mile northwest of the location. Additional water requirements will be met by trucking from private sources.

6. SOURCE OF CONSTRUCTION MATERIALS

The topsoil shall be stockpiled to one side of the proposed reserve pit until rehabilitation of the site.

All construction materials for this location site shall be borrow materials accumulated during construction of the location site.

No additional road gravels or pit lining material from other sources are anticipated at this time, but if they are required, the appropriate action will be taken to acquire them from private sources.

No additional access will be required other than that stated in item #1.

7. METHODS FOR HANDLING WASTE DISPOSAL

See Location Layout, Exhibit O-3. A Reserve Pit and Burn Pit will be constructed.

The reserve pit will be approximately 8' deep and at least one half of this depth shall be below the surface of the existing ground.

One half of the reserve pit will be used as a fresh water storage area during the drilling of this well and the other one half will be used to store non-flammable materials such as cuttings, salts, drilling fluids, chemicals, produced fluids, etc. This waste material will be buried when the operation is complete.

TEN POINT DRILLING PROGRAM

Sanchez-O'Brien Oil & Gas Corporation
Roosevelt Lake, Arizona Prospects

1. Geologic Surface Formation

The surface formation is Quaternary.

2. &

3. Geologic markers and productive intervals:

<u>Formation</u>	<u>Estimated Top</u>	<u>Possible Production</u>
<u>Quaternary</u>	Surface	
<u>Pre Cambrian Apache</u>		
Dripping Spring Quartzite	50'	
Middle Member	400'	Fresh W
Sierra Ancha Shear	*	
Barnes Conglomerate	920'	H
Pioneer Shale	1000'	H
Pre Cambrian Weathered Granite	1650'	H
Pre Cambrian Granite	1700'	

* Formations below Sierra Ancha Shear undetermined. Could vary from Pennsylvanian to Pre Cambrian.

W= Water H= Hydrocarbon (Oil or Gas) C= Coal S= Steam

4. Casing Program

<u>Hole Size</u>	<u>Casing Size</u>	<u>Grade</u>	<u>Weight</u>	<u>Thrd & Conn</u>	<u>Depth</u>
12½	New 8 5/8	J-55	24#	8RND ST&C	500'
7 7/8	New 4½/5½	J-55	10.5/15.5#	8 RND ST&C	3500'

5. Control Equipment Specifications

As noted below the following equipment will be utilized for detection and control during the drilling operation.

Blowout Preventers

Size: 8" Pressure Rating: 3000 psi

Annular Preventer: No
Rotating Head: Yes
Top Pipe Rams: No
Blind Rams: Yes
Bottom Pipe Rams: Yes

Kill Line Size: 2" x 3000 psi Valves: 2" x 3000 psi
Check Valves: 2" x 3000 psi

Manifold

Size: 2" Valves: 2" Pressure Rating: 3000 psi

Positive Choke: No
Hydraulic Choke: No
Power Operated Valve: No
Adjustable Choke: Yes

See Exhibit O-1 attached for additional details. BOP equipment will be installed and tested after setting 8 5/8" surface casing. Test pressure 2000 psi prior to drilling out 8 5/8" casing shoe.

6. Drilling Fluids

<u>Interval</u>	<u>Type Fluid</u>	<u>Weight</u>	<u>Viscosity</u>	<u>Fluid Loss</u>	<u>Remarks</u>
<u>Plan A:</u>					
0 - 3500	Biodegradable Foam	0.5	Stiff	Low	Mud up to log and/or run production casing.
<u>Plan B:</u> (In the event prevailing conditions dictate the use of mud for drilling).					
500-3500	Low Solids	8.8-9.1	36-40	8-10	LCM as needed.

Page Three

Multi-Point Surface Use and Operational Plan

If deemed necessary by the agencies concerned, to prevent contamination to surrounding areas, the reserve pits will be lined with a gel or a plastic liner.

The pits will have wire and overhead flagging installed at such time as deemed necessary to protect the water fowl, wildlife, domestic animals.

On the onset of drilling, this reserve pit will be fenced on three sides and at the time the drilling activities are completed, it will be fenced on the fourth side and allowed to dry completely prior to the time that backfilling and reclamation activities are attempted.

When the reserve pit dries and the reclamation activities commence, the pits will be covered with a minimum of four feet of soil and all requirements in item #10 will be followed.

The burn pit will be constructed and fenced on all four sides with a small mesh wire to prevent any flammable materials from escaping and creating a fire hazard.

All flammable materials will be burned (or hauled to a disposal site) and then buried upon completion of this well.

A portable chemical toilet will be supplied for human waste.

8. ANCILLARY FACILITIES

There are no ancillary facilities planned for at the present time and none foreseen in the near future.

9. WELL SITE LAYOUT

See attached Location Layout, Exhibit O-3.

The B.L.M./Tonto National Forest/Arizona Oil & Gas Commission shall be notified before any construction begins on the proposed location site.

As mentioned in item #7, the pits will be unlined unless it is determined by the representatives of the agencies involved that the materials are too porous and would cause contamination to the surrounding area. Then the pits will be lined with a gel and any other type material necessary to make it safe and tight.

When drilling activities commence, all work shall proceed in a neat and orderly sequence.

10. PLANS FOR RESTORATION OF SURFACE

The topsoil on the location site shall be stripped and stockpiled. (See Location Layout, Exhibit O-3 and item #9). When all drilling and production activities have been completed, the location site will be reshaped to the original contour and stockpiled topsoil spread over the disturbed area.

Page Three
Ten Point Drilling Program

.. Drilling Fluids (continued)

Possible Sub Normal Pressured Zones: None
Possible Abnormal Pressured Zones: None

7. Auxiliary Equipment

Upper Kelly Cock: Yes
Lower Kelly Cock: No
Floor Valve Drill Pipe: Yes
Floor Valve Drill Collars: Yes
Float in Drill Pipe: No
Inside BOP: No

Additional Detection Equipment and Service

Mud Logging Unit: Yes
Pit Volume Totalizer: No
Flowline Sensor: No
Sour Gas Detector: Yes
Pump Stroke Counter: No
Degasser: No
Mud Gas Separator: No

8. Evaluation

A. Testing

No drillstem tests will be run.

B. Logging

<u>Depth</u>	<u>Electric Wireline Logs</u>	<u>Interval</u>
3500	DLL	BSC-TD
3500	FDC-CNL	BSC-TD
3500	Micro Seismogram (Frac Finder)	BSC-TD

C. Coring

None

Any drainages rerouted during the construction activities shall be restored to their original line of flow as near as possible. Fences around pits are to be removed upon completion of drilling activities and all waste being contained in the trash pit shall be buried with a minimum of 4' of cover.

As mentioned in item #7, the reserve pit will be completely fenced and flagging installed, if there is oil in the pits. Depending on the volume, the oil will be removed or allowed to weather and evaporate prior to closing the pit. Restoration activities shall begin within 90 days after completion of the well. Once completion activities have begun, they shall be completed within 30 days.

When restoration activities have been completed, the location site shall be rehabilitated as recommended by the B.L.M./Forest Service. The Lessee further covenants and agrees that all said cleanup and restoration activities shall be done and performed in a diligent and most workmanlike manner and in strict conformity with the above mentioned items #7 and #10.

11. OTHER INFORMATION

See Topographic Map, Exhibit A-1. The surface is a high desert located on the Sierra Ancha, covered in places by a veneer of quaternary lake sand and gravel. The surface has been broken by north-west southeast trending normal faults. The geomorphic surface is an erosional one which has been cut into Pre-Cambrian sedimentary rock.

The surface and minerals is owned by the United States of America. There are no dwellings in the area to be involved with the drilling activity. There are no known archaeological, historical or cultural sites in the immediate area. (See Archaeological Report, Exhibit O-4). All drainage in the area is gentle south-southwest into Roosevelt Lake.

12. LESSEES OR OPERATORS REPRESENTATIVE

Charles O. Tucker, Sanchez-O'Brien Oil & Gas Corporation, 2212 N.W. 50th Street, Suite 245, Oklahoma City, OK 73112, (405) 848-1851.

13. CERTIFICATION

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions which presently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by Sanchez-O'Brien Oil & Gas Corporation and its contractors and subcontractors in conformity with this plan and terms and conditions with this plan and the terms and conditions under which it is approved.


Charles O. Tucker

February 4, 1983
Date

EXHIBITS

Page Four
Ten Point Drilling Program

9. Drilling Hazards

None

10. Starting Date: March 15, 1983
Duration: 15 days.

Drilling program prepared by:

Sanchez-O'Brien Oil & Gas Corporation

Charles O. Tucker

Charles O. Tucker

February 4, 1983

Date

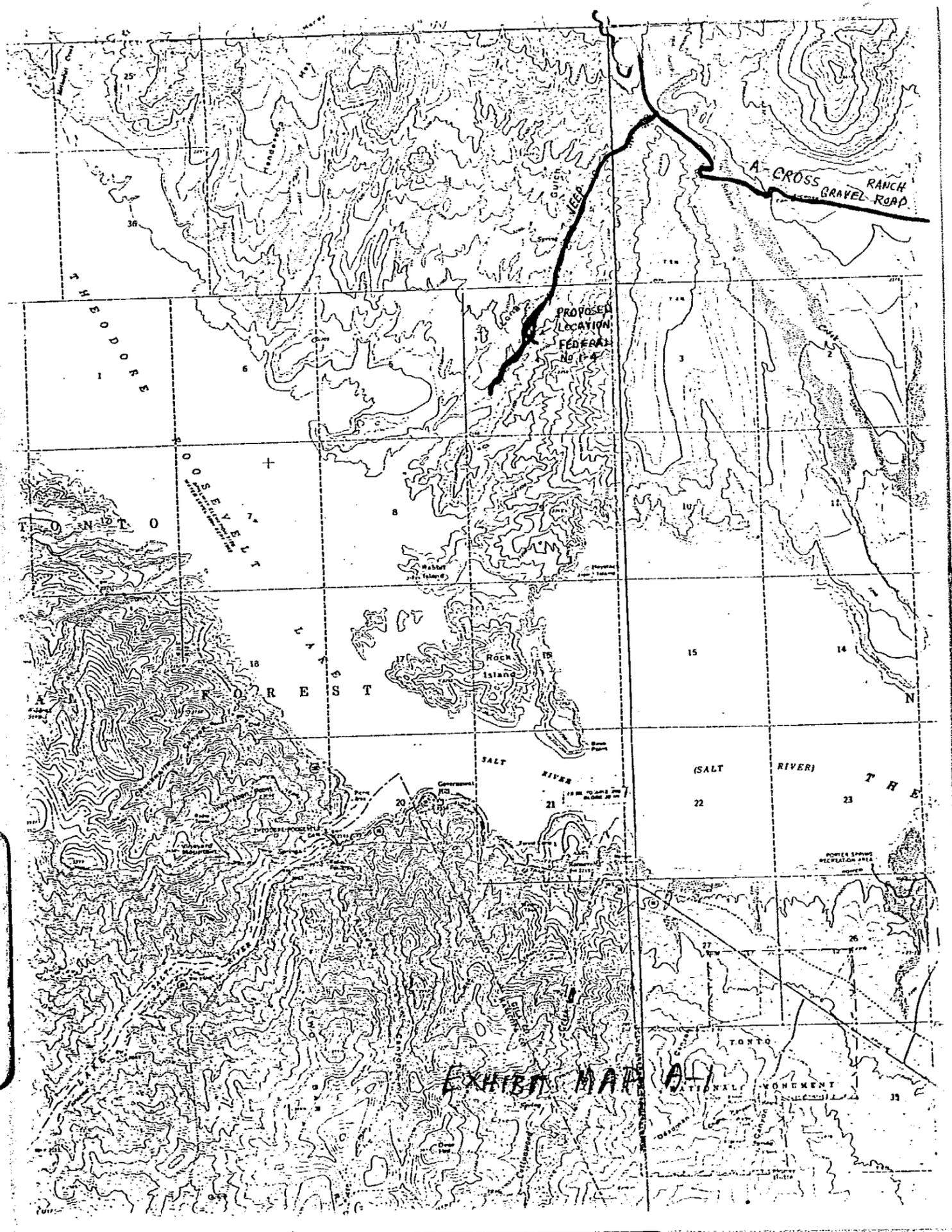
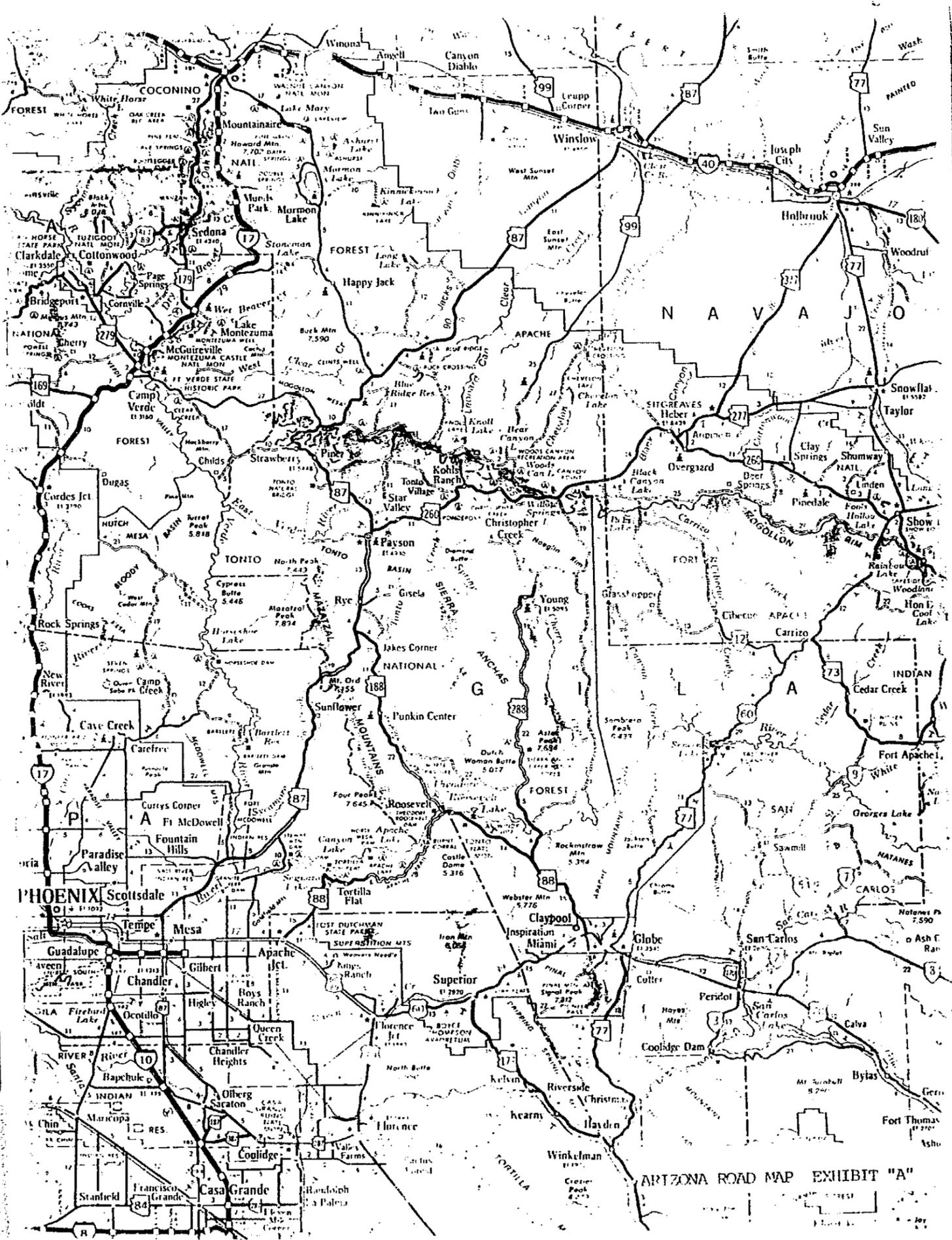
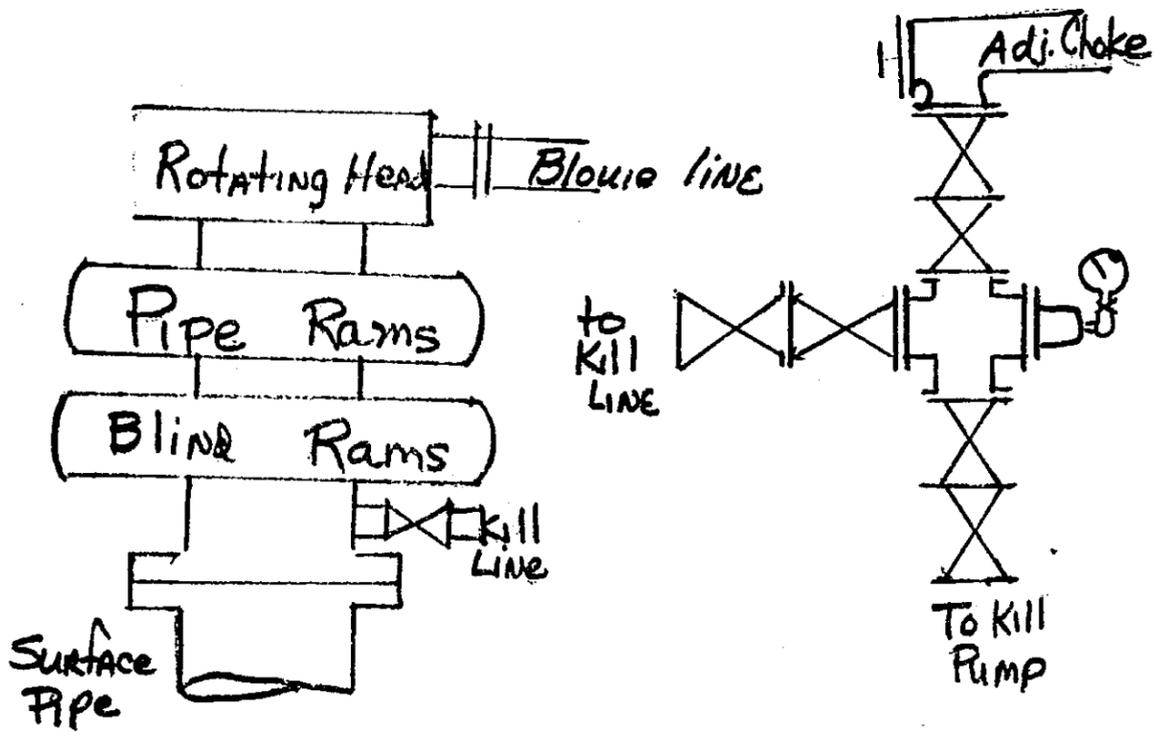


EXHIBIT MAP (A)



ARIZONA ROAD MAP EXHIBIT "A"

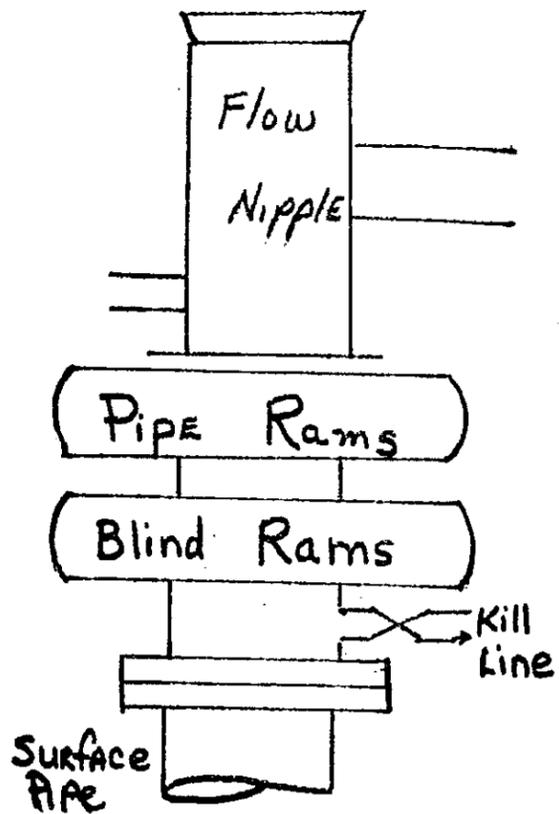
3000 PSI WORKING PRESSURE BOP'S AND ALL FITTINGS
 (TEST PRESSURE 2000 PSI) USING FOAM
 EXHIBIT O-1, Page 1



TEST PROCEDURE:

1. Flush BOP and all lines to be tested with water.
2. Test the following to pressure of 2000 PSI:
 - a. Inside blowout preventer
 - b. Lower kelly cock and surface pipe before drilling plug
 - c. Stand pipe valve
 - d. Lines to mud pump
 - e. Kill line to BOP
3. Close and test pipe rams to 2000 PSI.
4. Close and test blind rams to 2000 PSI. Pull drill pipe.
5. Test all choke manifold valves to 2000 PSI.
6. Test kill line valves to 2000 PSI.

3000 PSI WORKING PRESSURE BOP'S AND ALL FITTINGS
(TEST PRESSURE 2000 PSI) USING MUD
EXHIBIT O-1, Page 2



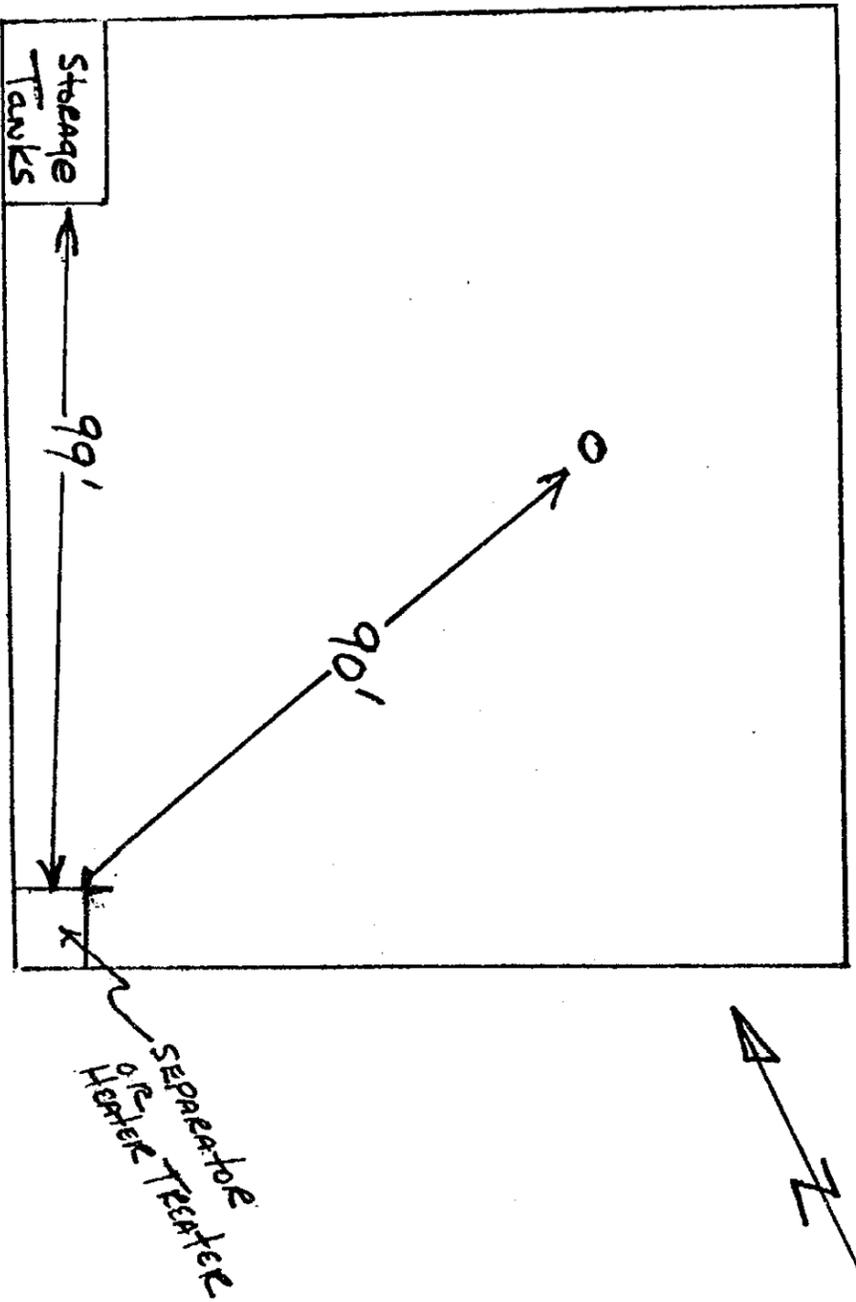
Manifold
as per
Exhibit O-1 (PAGE 1)

TEST PROCEDURE AS SHOWN ON PAGE 1.

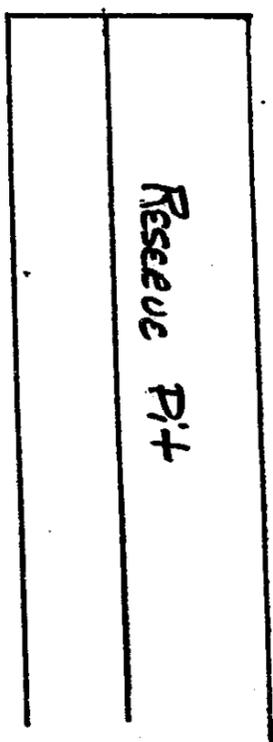
EXHIBIT O-2

SANCHEZ-O'BRIEN OIL & GAS CORPORATION
Federal 1-4
4-4N-12E

Production Facilities Layout

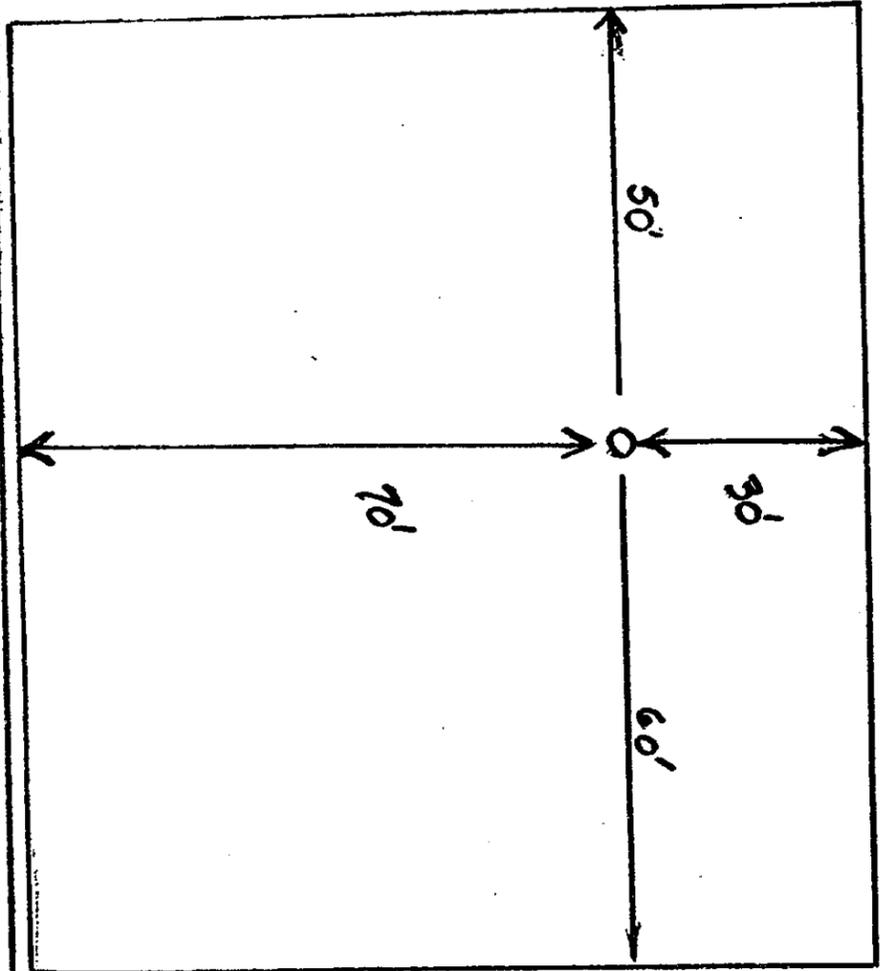


Location Layout
Exhibit 0-3



SOB 04G

Federal 1-4
Sec. 4. 4N-12E



Jeep TRAIL



AN ARCHAEOLOGICAL SURVEY OF PROPOSED DRILLING
SITES NEAR ROOSEVELT LAKE, GILA COUNTY, ARIZONA
(TONTO BASIN DISTRICT, TONTO NATIONAL FOREST)

Introduction

On February 1, 1983, Lyle M. Stone of Archaeological Research Services, Inc. performed archaeological surveys of two proposed oil and gas drilling sites located on U.S. Forest Service, Tonto National Forest lands near Roosevelt Lake, Gila County, Arizona. The two drill site locations are:

- (1) Sanchez-O'Brien Federal 1-4, located in the NE $\frac{1}{4}$, SE $\frac{1}{4}$, NW $\frac{1}{4}$ of Section 4, T4N, R12E, G & SRB & M, at an approximate elevation of 2190 ft above mean sea level. This irregularly-shaped parcel of approximately one acre is oriented in a northwest by southeast direction and is between 250 and 400 ft per side (Figure 1).
- (2) Sanchez-O'Brien Federal 1-5, located in the NW $\frac{1}{4}$, NE $\frac{1}{4}$, SW $\frac{1}{4}$ of Section 5, T4N, R13E, G & SRB & M, at an approximate elevation of 2632 ft above mean sea level. This irregularly-shaped parcel of approximately one acre is oriented in a northeast by southwest direction and is between 200 and 300 ft per side (Figure 1).

Both locations are on existing jeep trails which extend to the south of A-Cross Road.

These surveys were requested by John J. Karabees (Karabees Agencies), Agent for Sanchez-O'Brien Oil and Gas Corporation, in order to determine if cultural resources (prehistoric or historic archaeological sites, historically or architecturally significant structures or buildings) were located on either of the subject properties which would be affected by proposed land-use actions. These surveys on Tonto National Forest lands were performed under the authority of a Special Use Permit (Blanket Consulting Permit (Archeology) Non-Disturbing) for Region 3 forest lands issued to Archaeological Research Services, Inc. in November, 1981. The Acting District Ranger for the Tonto Basin District was advised of proposed survey activities by letter of January 28, 1983.

Study Procedures

Each of the four corners of the two survey parcels had been previously staked and flagged by Sanchez-O'Brien surveyors. Survey procedures consisted of walking across each parcel in 20 to 25 ft north-south and east-west increments in order to observe surface evidence of cultural resources. In addition, a 100 ft wide area outside of the staked boundaries of each drill site was archaeologically surveyed in order to determine if cultural resources were present which could be inadvertently affected by proposed land-use actions.

In performing these surveys, archaeological site records on file at the Arizona State Museum, the Arizona State University Department of Anthropology, Archaeological Research Services, Inc., State Historic Preservation Office, and U.S. Forest Service (Tonto National Forest) were consulted to determine if cultural resources had been previously defined within or immediately adjacent to the survey area.

Study Results

Cultural resources were not identified at either survey location. The site file review indicated that one archaeological site had been previously identified in the vicinity of Federal 1-5. This site, (USFS AR-03-1L-06-403), a small prehistoric agricultural fieldhouse, is located on the west side of the area access road, approximately 420 ft northwest of the proposed drill site. This site was not observed during the course of field investigations. No sites had been previously recorded in the vicinity of Federal 1-4.

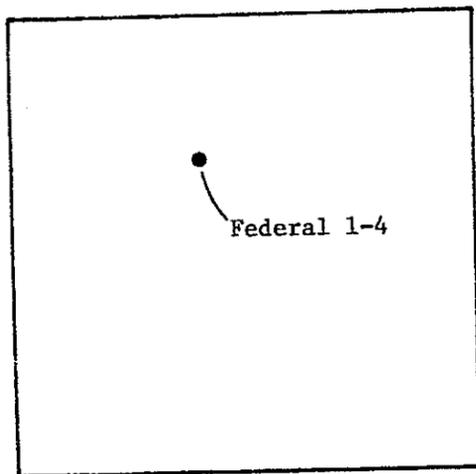
Recommendations

Based on the results of these surveys, the areas to be affected by proposed land-use actions can be recommended for archaeological clearance, provided that activities at Federal 1-5 are confined to the staked drill site on the east side of the area access road.

Submitted: February 7, 1983

Lyle M. Stone
ARCHAEOLOGICAL RESEARCH SERVICES

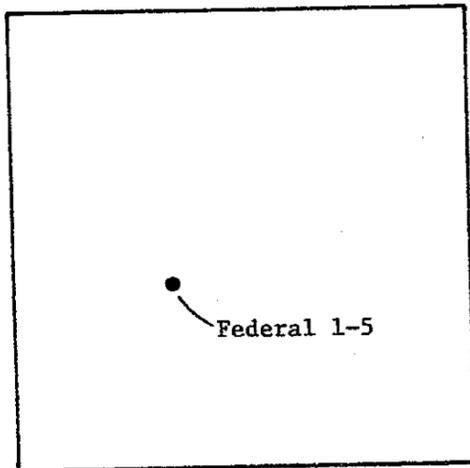
FIGURE 1



LOCATION of Sanchez-O'Brien
Federal 1-4 in Section 4,
T4N, R12E

Map Source: U.S.G.S.,
Theodore Roosevelt Dam,
Ariz. (7.5)

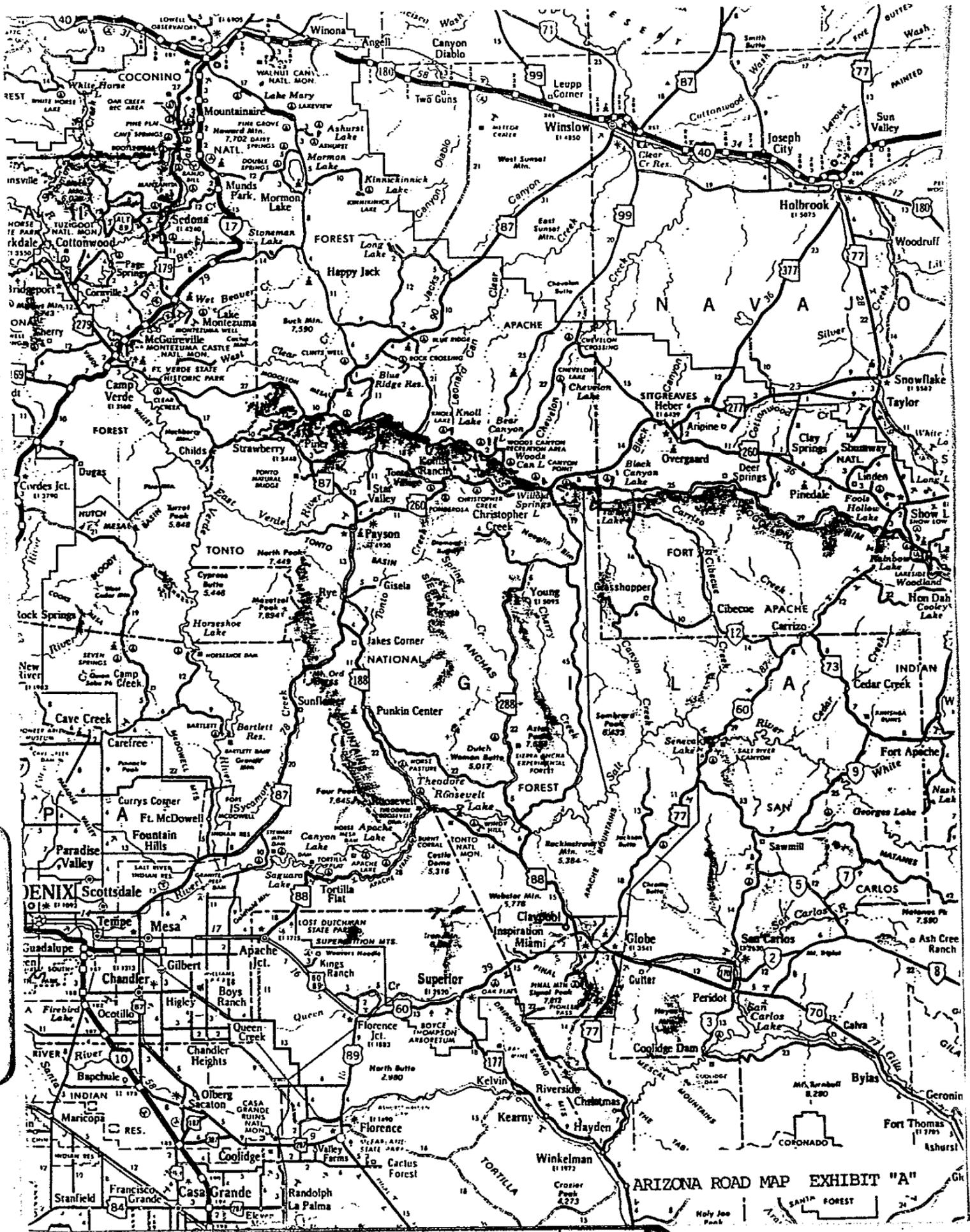
1 in - 2000 ft



LOCATION of Sanchez-O'Brien
Federal 1-5 in Section 5,
T4N, R13E

Map Source: U.S.G.S.,
Windy Hill, Ariz. (7.5)

1 in - 2000 ft



ARIZONA ROAD MAP EXHIBIT "A"

APPLICATION FOR PERMIT TO DRILL OR RE-ENTER

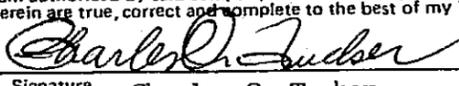
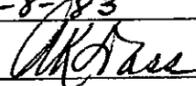
APPLICATION TO DRILL

RE-ENTER OLD WELL

RECEIVED

FEB 7 1983

O & G CONS. COMM.

NAME OF COMPANY OR OPERATOR Sanchez-O'Brien Oil & Gas Corporation		
Address City State P. O. Box 2986 Laredo, Texas 78041		
Drilling Contractor James Drilling Co., Inc. Address P. O. Box 370, Flora Vista, New Mexico 82415		
DESCRIPTION OF WELL AND LEASE		
Federal, State or Indian Lease Number, or if fee lease, name of lessor Federal lease A-9039	Well number 1-4	Elevation (ground) GL 2,190'
Nearest distance from proposed location to property or lease line: 1,272 feet	Distance from proposed location to nearest drilling, completed or applied--for well on the same lease: None feet	
Number of acres in lease: 2,440.32	Number of wells on lease, including this well, completed in or drilling to this reservoir: None	
If lease, purchased with one or more wells drilled, from whom purchased: N/A		
Well location (see footnote for PLAT lines) 990' FSL, 802' FWL <i>USE SURVEY PLAT LOC.</i>	Section--township--range or block and survey 4-4N-12E	Dedication (Comply with Rule 105) E $\frac{1}{2}$ NW $\frac{1}{4}$
Field and reservoir (if wildcat, so state) Wildcat	County Gila	
Distance in miles, and direction from nearest town or post office 20 miles west to Tonto Basin, AZ post office.		
Proposed depth: 3,500'	Rotary or cable tools Rotary	Approx. date work will start March 15, 1983
Bond Status <u>Blanket</u> Amount \$25,000	Organization Report On file Or attached <input checked="" type="checkbox"/>	Filing Fee of \$25.00 Attached <input checked="" type="checkbox"/>
Remarks: See attached: 1. Ten Point Drilling Program 2. Multipoint Surface Use and Operation Plan		
CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the _____ Agent of the _____ (company), and that I am authorized by said company to make this report; and that this report was prepared under my supervision and direction and that the facts stated therein are true, correct and complete to the best of my knowledge.		
 Signature Charles O. Tucker Date February 4, 1983		
Permit Number: <u>838</u> Approval Date: <u>2-8-83</u> Approved By: 	STATE OF ARIZONA OIL & GAS CONSERVATION COMMISSION Application to Drill or Re-enter File Two Copies Form No. 3	
Notice: Before sending in this form be sure that you have given all information requested. Much unnecessary correspondence will thus be avoided.		

- Operator shall outline the dedicated acreage for both oil and gas wells on the plat.
- A registered professional engineer or land surveyor registered in the State of Arizona or approved by the Commission shall show on the plat the location of the well and certify this information in the space provided.
- ALL DISTANCES SHOWN ON THE PLAT MUST BE FROM THE OUTER BOUNDARIES OF THE SECTION.
- Is the Operator the only owner in the dedicated acreage outlined on the plat below? YES NO
- If the answer to question four is "no," have the interests of all the owners been consolidated by communitization agreement or otherwise? YES NO . If answer is "yes," Type of Consolidation _____
- If the answer to question four is "no," list all the owners and their respective interests below:

Owner N/A	Land Description Section 4, T.4N., R.12E., G. & S.R.M.
--------------	---

Section 4

CERTIFICATION

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

Name
Raymon L. Garrett

Position
Owner

Company
Garrett + Smith Land Surveys

Date
Jan 28, 1983

I hereby certify that the well location shown on the plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed
Jan 28, 1983

Registered Professional Engineer and/or Land Surveyor
RAYMON LEWIS GARRETT

Certificate No. *1000*

PROPOSED CASING PROGRAM							
Size of Casing	Weight	Grade & Type	Top	Bottom	Cementing Depths	Sacks Cement	Type
8 5/8	24#	J-55	0	500	To surface	350	API Class A
4 1/2 / 5 1/2	10.5# / 15.5#	J-55	0	3500	200' above production	Calculated volume	API Class A
						+ 100%	



PERMIT TO DRILL

This constitutes the permission and authority from the
OIL AND GAS CONSERVATION COMMISSION,
STATE OF ARIZONA,

To: SANCHEZ-O'BRIEN OIL & GAS CORPORATION
(OPERATOR)

to drill a well to be known as

1-4 FEDERAL
(WELL NAME)

located 1650' FNL & 2122' FWL

Section 4 Township 4 NORTH Range 12 EAST, GILA County, Arizona.

The E/2 NW/4 of said
Section, Township and Range is dedicated to this well.

Said well is to be drilled substantially as outlined in the attached Application and must be drilled
in full compliance with all applicable laws, statutes, rules and regulations of the State of Arizona.

Issued this 8th day of February, 19 83.

OIL AND GAS CONSERVATION COMMISSION

By R. C. [Signature]
Enforcement EXECUTIVE DIRECTOR

PERMIT 00028

RECEIPT NO. 2365

A.P.I. NO. 02-007-20003

State of Arizona
Oil & Gas Conservation Commission
Permit to Drill

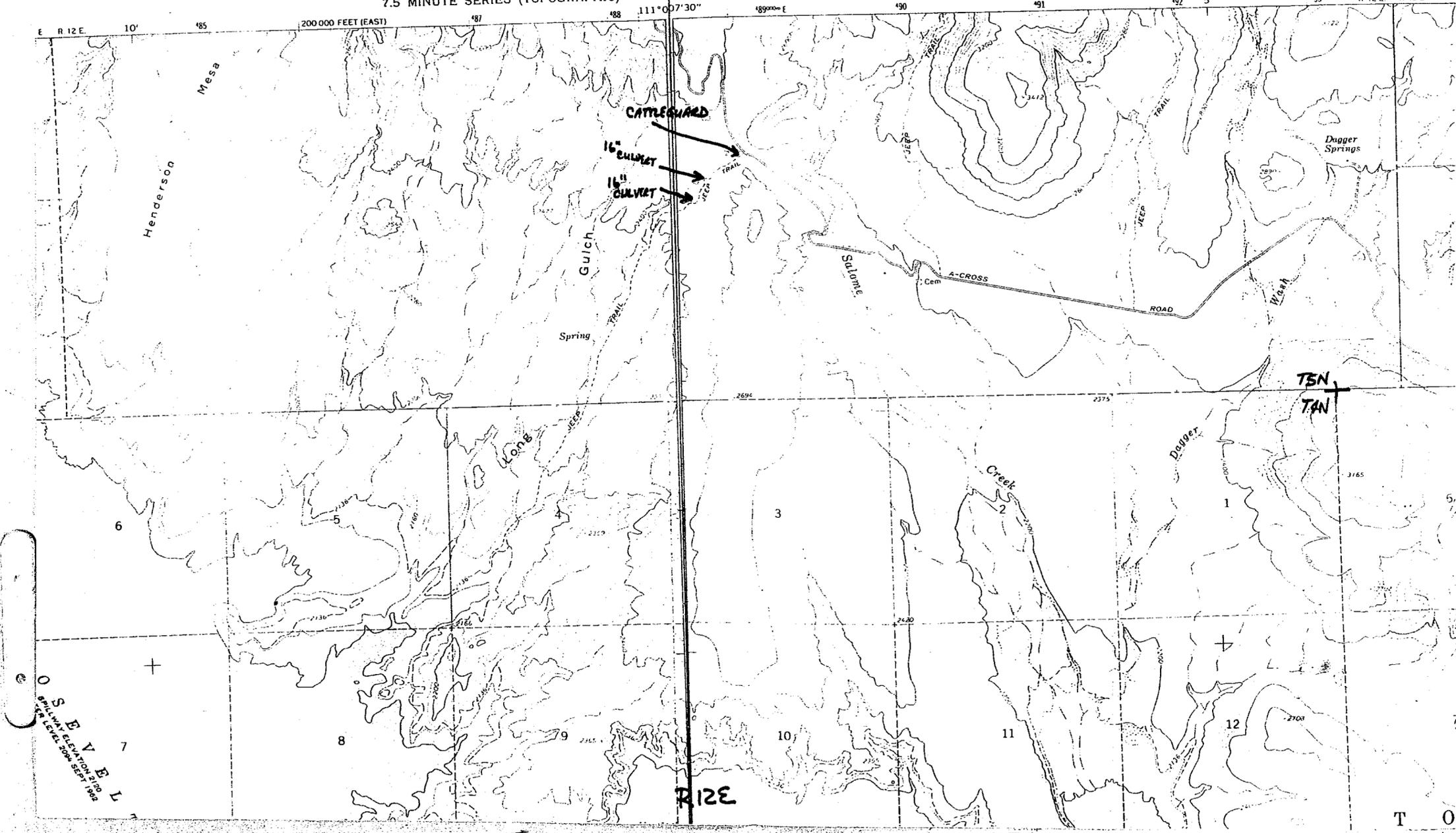
FORM NO. 27

TEN FOOT SAMPLES ARE REQUIRED FROM SURFACE

EXHIBIT MAP A-2

THEODORE ROOSEVELT DAM QUADRANGLE
ARIZONA
7.5 MINUTE SERIES (TOPOGRAPHIC)

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY



© S E V E L
SPRING ELEVATION 2260
BY LEVEL FOR SEP 1968

SANCHEZ-O'BRIEN O&G I-4 FEDERAL 838
SE NE 4-4N-12E G1A CO.



**WESTERN
TECHNOCHEMICALS,
INC.**

3737 East Broadway Road
P.O. Box 21387
Phoenix, Arizona 85036
(602) 268-1381

LABORATORY REPORT

*AKS
R4*

RECEIVED

MAY 13 1983

O & G CONS. COMM.

Client Karabees Agencies
5513 North 79th Place
Scottsdale, Arizona 85253

Job No. _____
Lab/Invoice No. 22130445
Date of Report 5/09/83

Project Sanchez-O'Brien Oil and Gas Corporation
Location Federal 1-4 Gila County, Arizona
Material/Specimen Water Sampled By -- Date --
Source 4-4N-12E SO BOG Submitted By KA/J. Karabees Date 4/25/83
Test Procedure Standard Methods, 15th ED Authorized By KA/J. Karabees Date 4/25/83

RESULTS

Three samples were submitted for analysis following standard laboratory procedures. Boron was determined using an ICP emission spectrophotometer. The results were as follows:

Parameter	846 ft.	1521 ft.	1900 ft.
E.C., umhos/cm	27922	1494	2700
Boron, ppm	2.8	11	4.5
Chloride, ppm	8377	217	482

*It should be noted that all samples contained sediment and analyses were performed on dissolved fraction only.

#038
038

Copies to Addressee (2)

Reviewed By:

Lisa C. Lund
Lisa C. Lund, Chemist

Phone: (505) 287-3984

INVOICE

PIERSON CEMENTING, INC. RECEIVED 6251

P. O. BOX 1298
GRANTS, NEW MEXICO 87020

APR 5 1983
C & G CONS. COMM.

DATE 4/23/83

YOUR ORDER NO.

SOLD TO Sanchez - O'Brien Oil & Gas Corporation

P.O. Box 2986

Laredo, Texas 78041

SHIPPED TO Federal 1-4

OUR ORDER NO.	SALESMAN	TERMS	F.O.B.	DATE SHIPPED	SHIPPED VIA
	Pierson	Net: 30-Days		4/23/83	
QUANTITY ORDERED	QUANTITY SHIPPED	STOCK NUMBER/DESCRIPTION	UNIT PRICE	UNIT	AMOUNT
		PR-1 : Mileage Chg. X 345 Mi. Pump Truck	2 00		690 00
		PR-20: Base Chg. Pump			600 00
		PR-29: Handling Chg. on Cement 200 C.F.	75		150 00
		Port Entry Fees			76 75
					1,516 75
		3.5% New Mexico Sales Tax			53 09
		Total			1,569 84
Thank You					

838

P.O. BOX 1298
GRANTS, NEW MEXICO 87020
PHONE
287-3984

RECEIVED
1983

PIERSON CEMENTING, INC. No 2629
SERVICE TICKET

AKA
BY

Date 4/23/83	Customer Order No.	Section 4	Township 4N	Range 12E	County Hill	State NEW MEXICO
Well Number & Farm Federal # 1-4		Location			Contractor James A	Owner SANDERS OIL & GAS

Charge To: Sanders Oil & Gas Corp.
PIERSON CEMENTING, INC. IS HEREBY REQUESTED TO FURNISH CEMENTING EQUIPMENT

To: P.O. Box 2786
LOPICO TEXAS
79041
(OWNER, OPERATOR OR HIS AGENT)

and service men to deliver and operate same, as an independent contractor

THIS CONTRACT MUST BE SIGNED BEFORE WORK IS COMMENCED

PIERSON CEMENTING, INC. shall not be liable for damage to property of well owner and - or customer unless caused by its willful negligence, this provision applying but not limited to subsurface damage and surface damage arising from subsurface damage, well owner and - or customer shall be responsible for and secure against any liability for reservoir loss or damage or property damage arising from a well blowout, unless such loss or damage is caused by the willful negligence of PIERSON CEMENTING, INC. If equipment or instruments of PIERSON CEMENTING, INC. are lost or damaged at the well, well owner and - or customer shall either recover the same or pay for such equipment or instruments unless, however, such loss or damage is caused by the negligence of PIERSON CEMENTING, INC. In the event it is necessary to employ an attorney for the collection of amounts due on this contract customer agrees to pay a reasonable attorney's fee and all other costs of collection.
I have read and understand the terms of this agreement and represent that I am authorized to sign the same as agent of customer.

Date: 4/23/83 Time: 2:30 P.M. Signed: [Signature] WELL OWNER, OPERATOR OR CONTRACTOR

TYPE OF JOB AND SIZE	HOLE DATA
<u>P.T.H.</u>	<u>T.P. 3490' 7 1/4"</u>

PLUG BACK OR SQUEEZE			CEMENT DATA	
DEPTH FROM:	TO APPROX:	SIZE	MAKE OF FLOATING EQUIP.:	
<u>1900'</u>	<u>1730' = 155K</u>	<u>9 1/2"</u>	<u>7005K</u>	
<u>1200'</u>	<u>1300' = 125K</u>	<u>12 1/4"</u>		
<u>850'</u>	<u>633' = 505K</u>	<u>12 1/4"</u>		
<u>625'</u>	<u>377' = 505K</u>	<u>7 7/8"</u>		
DEPTH OF JOB	ON LOCATION	JOB BEGAN	JOB COMPLETED	CREW ON JOB
<u>1900'</u>	<u>4/23/83</u>	<u>4/23/83</u>	<u>4/23/83</u>	<u>PIERSON</u>
	<u>2:30 P.M.</u>	<u>3:00 P.M.</u>	<u>6:15 P.M.</u>	

PRICE REF:	EXPLANATION:	
<u>PR. 1</u>	<u>Mileage For 345 mix 2.00</u>	<u>690.00</u>
<u>PR. 20</u>	<u>Base Charge</u>	<u>600.00</u>
<u>P.R.</u>	<u>Handling on cement 200 c.f.x 7.50</u>	<u>1500.00</u>
	<u>Port Entry Fees</u>	<u>76.75</u>

JOB COMMENTS:	SUB-TOTAL	<u>1569.75</u>
	TAX <u>3 1/2%</u>	<u>53.09</u>
	TOTAL	<u>1569.84</u>

838

Signed: [Signature]
OWNER, OPERATOR OR HIS AGENT

CARPENTER
DEVELOPMENT
Incorporated

GEOLOGIC EVALUATION OF THE

ROOSEVELT LAKE PROSPECT

Gila County, Arizona

1531 W. El Caminito Drive, Phoenix, Arizona 85021

Phone 948-2667
276-6178

CARPENTER
DEVELOPMENT
Incorporated

GEOLOGIC EVALUATION OF THE

ROOSEVELT LAKE PROSPECT

Gila County, Arizona

ROOSEVELT LAKE PROSPECT

INTRODUCTION

The services of Gene C. Carpenter, consulting geologist, were retained by Mr. Ed Kerber to conduct a preliminary geologic evaluation of property located north of Roosevelt Lake, in Townships 4 and 5 North, Ranges 12 and 13 East. The purpose of this study was to inspect the geologic details available and correlate any known geologic data with a Ra-Mag study undertaken by Carpenter Development, Incorporated. The results of the Ra-Mag study are presented in a separate report.

This report was also to derive some conclusions as to the oil and gas potential in the area under question and project some possible drilling targets.

HISTORICAL BACKGROUND:

Many years ago it was determined that the Tonto Basin was of sufficient interest to warrant testing for oil and gas. It should be pointed out at this point that the Tonto Basin does not refer to an oil and gas basin but rather a surface drainage basin and from which it acquires its name.

In 1913 interest was stimulated greatly by the report of devolatilized oil (dead oil) in the area. These rocks with dead oil were found in the vicinity of the present Roosevelt Dam Construction. Laboratory analysis did indicate some high grade paraffine oil however, specific details on the old tests are completely unobtainable at this point. Much action was taken at that time with respect to leasing however, plans for the present reservoir curtailed activity at that time. Since then no drilling or any activity has been of concern within about forty miles of the area of discussion. It has been also reported in numerous publications that some early settlers in the area mined the "dead oil" bearing rock and extracted oil by heating it or firing it.

Page 2 - Roosevelt Lake Prospect

Figure 1 shows the location of the leases of this report with respect to Roosevelt Lake.

This writer visited the site of the dam and studied all of the rocks in the immediate vicinity of the dam and can confirm beyond any doubt that there is indeed petroliferous rocks in the area bearing dead oil and gas smells. This writer found numerous formations in the mountains adjoining the dam site and samples collected indicated the presence of dead oil under inspection with the ultra violet light. All rock gave off an extreme gassy odor.

GENERAL GEOLOGY:

Since no drilling has been done in the Tonto Basin, geologic facts are only projected and could vary considerably upon actual drilling. The Tonto Basin is a down faulted and down folded area located between two geologic features of major importance. On the northeast end of the area we find the defiance uplift and to the south we find the very complicated structures of the Mazatzal Mountains. The thickness of sedimentary rocks in this area is fairly thin because of numerous erosional stages. At the end of what is known as PreCambrian time, considerable erosion took place and in many areas the rocks of what are called Devonian Age formations are lying unconformably on the older rocks of the Pre-Cambrian. This means that a section of approximately two hundred million years is missing. After the deposition of the Devonian rocks (the target rocks) much erosion took place in the area leaving very thin thicknesses of these Devonian rocks. After this post Devonian erosion, uplift of the Mazatzal Mountains dammed up drainages in the area and an extremely large lake was formed over the entire region of study. Because of this much of the Tonto Basin area is covered by thick deposits of recent limestones, sands, and marl type deposits. These deposits are all flat lying or nearly horizontal and have no reflection whatsoever of the underlying structure or potential.

Figure 1 shows the general surface geology as found in the

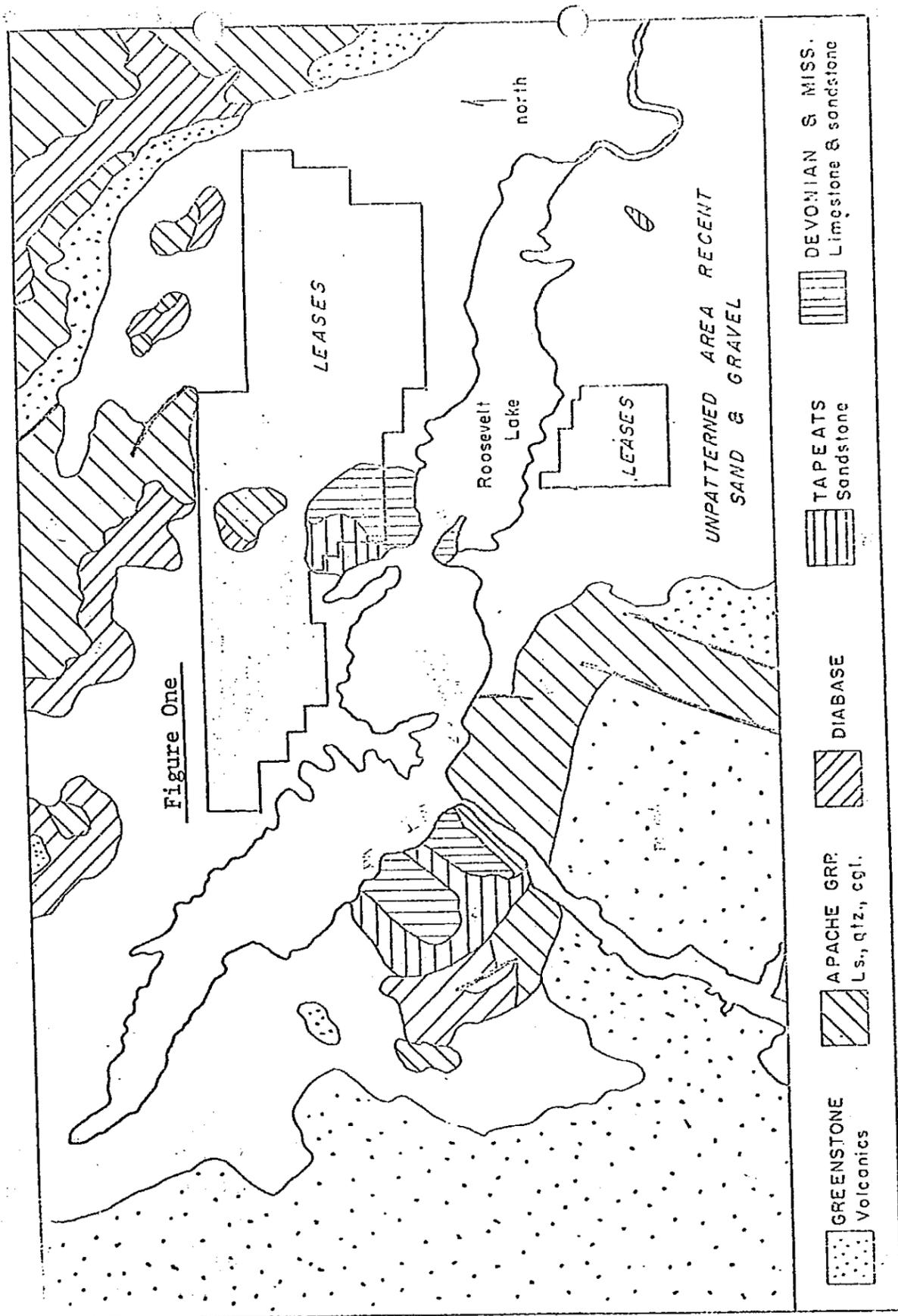


Figure One

Page 3 - Roosevelt Lake Prospect

the area. Most of the area is covered by the younger deposits and thus mask or hide any information on the underlying geology. By a study of the surrounding rock exposures in the hills and mountains around the area of interest, it is felt that sufficient folding and faulting have occurred to give numerous potential structures in the Tonto Basin under these recent sediments. Study of some of the general dips on both sides of the lake also indicate reversals of the dips are no doubt evident in the area which would in general back up any potential traps which would be present in the area. Since this area is covered extensively by these recent deposits it was determined that the most logical method of exploration would be the Ra-Mag study whereby we could map structure directly and also test for the indication of hydrocarbon accumulation.

The general geology or geologic section which would be expected in any drilling is as follows:

<u>Depth</u>	<u>Description</u>
Surface	RECENT - Sand, gravel, cobbles and silts of recent origin.
300'	TERTIARY - Limestones, siltstones and calcareous marl
1300'	DEVONIAN - Green shale with sandstone
1500'	DEVONIAN - Sandstones and siltstones, some reefs
1700'	DEVONIAN - Limestone, massive with reefing
1800'	DEVONIAN - Sandstone, coarse grained (Beekers Butte)
1900'	DEVONIAN - Interbedded dolomite and sandstone.
2100'	DEVONIAN - Dolomitic limestone
2200'	DEVONIAN - Sandstone, coarse, conglomeratic.
2300'	PreCambrian - Quartzite

After study of the potential section in the area and the outcropping rocks near the dam site, it is felt that any well drilled in the area should be located as shown on Figure 2 which is a reproduction of the location map of the Ra-Mag profiles. A well in this area should be taken to a depth of three thousand feet to sufficiently test the entire section. There are numerous potential

zones in this section which could yield oil and gas and in outcrop has certainly indicated excellent porosity and permeability. All of the rocks in the area which are to be of interest, have been described and shown to be of marine origin which is of course very important for oil and gas.

Details of the Ra-Mag survey presented in a separate report do verify the fact that much folding and probably faulting has occurred. It also verifies the fact that hydrocarbons are indeed present in this area or have been present in quantities. It is possible that recent faulting, if it exists, has sufficiently crisscrossed and folds or traps in the area and allowed any gas or oil to escape to the surface. Such faulting has not been documented and this writer feels that it is unlikely that such is the case, however, it certainly is necessary to be aware of at this possibility. If no faulting has occurred in recent time, these structures as indicated by Ra-Mag studies should be oil and gas productive,

CONCLUSIONS

After a study of the area the following conclusions and recommendations can be made.

1. It is felt that the entire area satisfies all of the general conditions for oil and gas production, that is, there is a source for the oil and gas (marine sediments), oil and gas shows have been found in the rocks in the surrounding area, and structures which could contain the oil and gas have been found in the subsurface. All rocks indicate ample porosity and permeability to produce oil if it is present.

2. The Ra-Mag study presented in a separate report has indicated definite structural tendencies under the recent lake sediments and the presence of hydrocarbon materials associated with these structures is also indicated.

3. It is recommended that a test be conducted in the area in one of the locations as shown in Figure 2. Complete descriptions of these test locations are found in the Ra-Mag study.

Page 5 - Roosevelt Lake Prospect

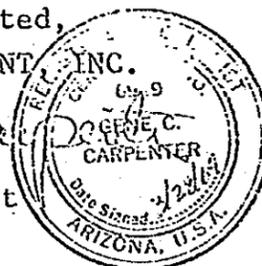
4. It is highly recommended that a detailed Ra-Mag study be undertaken of the area on a half section spacing to allow detailed mapping of the entire area. This recommendation is made in conjunction with detailed geologic mapping of the immediate surrounding vicinity. It is felt that such a detailed Ra-Mag study should be made prior to the actual drilling of the well however, this should not hold up proceedings on getting things in order to begin the first test well. Since it still takes a number of weeks and perhaps a couple months to get all particulars taken care of to drill a well, a Ra-Mag study could be completed in detail on the lease area prior to that time. If this study is not undertaken prior to drilling, it is this writers opinion that it is imparative that this study be taken immediately after drilling if production is encountered. This is necessitated by the fact that there are numerous smaller structures in the area and many dry holes could result by not knowing the exact configuration of these structural areas.

5. Because of the nature of the area and the unknowns in the section to be drilled, it is highly recommended by this writer that a cable tool drill be utilized as opposed to rotary drilling. It is definitely slower to drill with cable tools however, much better data would be acquired and the useful end of trying to develop an oil well would be better served by this type of drilling.

All data has been checked so far as is possible by this writer and presented only where reliability was determined.

Respectfully submitted,
CARPENTER DEVELOPMENT, INC.

Gene C. Carpenter
Gene C. Carpenter
Consulting Geologist



March 28, 1969

OIL AND GAS POSSIBILITIES
SOUTHWEST TONTO BASIN
Gila County, Arizona

INTRODUCTION

An investigation into the oil and gas possibilities of Devonian rocks of the southwest part of the Tonto Basin, Arizona, was prompted by a reported oil outcrop near the Roosevelt Dam site. Further study of the literature and an on-the-ground inspection indicated that the area warranted a detailed geological study that could possibly lead to a recommendation to drill a test well in the area.

In the interim, sufficient indications that oil and gas accumulation in commercial quantities could be present in reservoir beds of the Devonian led to the acquisition of oil and gas leases on a sizeable acreage block. All of this acreage is on U. S. Bureau of Land Management land and within the confines of the Tonto National Forest. See attached Map I for location of acreage.

CONCLUSIONS AND RECOMMENDATIONS

1. The Tonto Basin of Arizona is of sufficient size and depth to provide source beds for commercial accumulations of hydrocarbons.
2. Possible reservoir rocks as seen on surface outcrops are of a quality that will allow for the migration and where traps exist, accumulation of oil and gas.
3. The Tonto Basin has been relatively stable since Devonian time and traps formed by structural movement such as folding or faulting occurred during the Mississippian time.
4. A test well for oil and gas should be drilled near the center of the acreage block with the exact location to be determined by additional surface investigation of the geology.
5. The objective horizon of such a test well, to be drilled to a projected total depth of 2000 feet, is the Beckers Butte sandstone.

DISCUSSION

As early as 1913, oil outcrops in Devonian sandstones were known to exist in the Tonto Basin. Early prospectors staked claims near the Roosevelt Dam site and reportedly mined the oil bearing rock and extracted its oil content with heat.

Years later, studies by various geologists reported strong petroleum odors in the rocks near the dam site as well as other parts of the Tonto Basin. (1) This appears to confirm "shows" within this basin.

Strictly speaking, the Tonto Basin is a minor down warping located in the transition zone between the Defiance uplift to the northeast and the Mazatzal Mountains of the southwest. Further westward, the Basin Range province of the Great Basin Area of the United States is the dominant structural feature.

As the close of the Paleozoic, continued erosion removed much of the rock deposits. As down working of the basin and uplift of the Mazatzal continued, a great lake was formed by the damming up of the waters flowing from the north. For this reason, a large part of the Tonto Basin is covered with a thick bed of comparatively recent sediments.

Later, the large lake was drained by the cutting through of the barrier by erosion and scouring out of the existing gorge of the Salt Run channel below the site of Roosevelt Dam.

Deposition and rapid scouring out of recent alluvial deposits continue to the present time in a typically arid landscape.

Along the Mazatzal granitic uplift, sediments of Cambrian, Devonian, Mississippian and traces of Pennsylvanian are found. Dip is generally to the northeast. At Windy Hill on Roosevelt Lake this northeast dip is reversed and this trend carries through to the north side of the lake. Further to the southwest, the beds turn generally to a northeast, southwest strike indicating a reversal in this part of the basin. These changes in regional dip, indicating a flattening or folding of the rock, were noted on aerial photographs and by observation on a field trip to the area. Structures are apparent within the area of interest although a detailed study of surface geology will be required to establish the extent and nature of these structures.

(1) Devonian and Mississippian rocks of Central Arizona. Prof. Paper #233 by J. W. Huddle and Ernest Dobrovlny, Page 67-112.

Stratigraphic traps for oil and gas accumulation created by channel fill in pre-Cambrian basement rocks are a distinct possibility. Curt Teichert (2) describes this occurrence and names this sandstone fill the Beckers Butte. Sections of this sandstone in channel fill run as thick as 200 feet in the basin with 90 feet being measured at the Roosevelt Dam site.

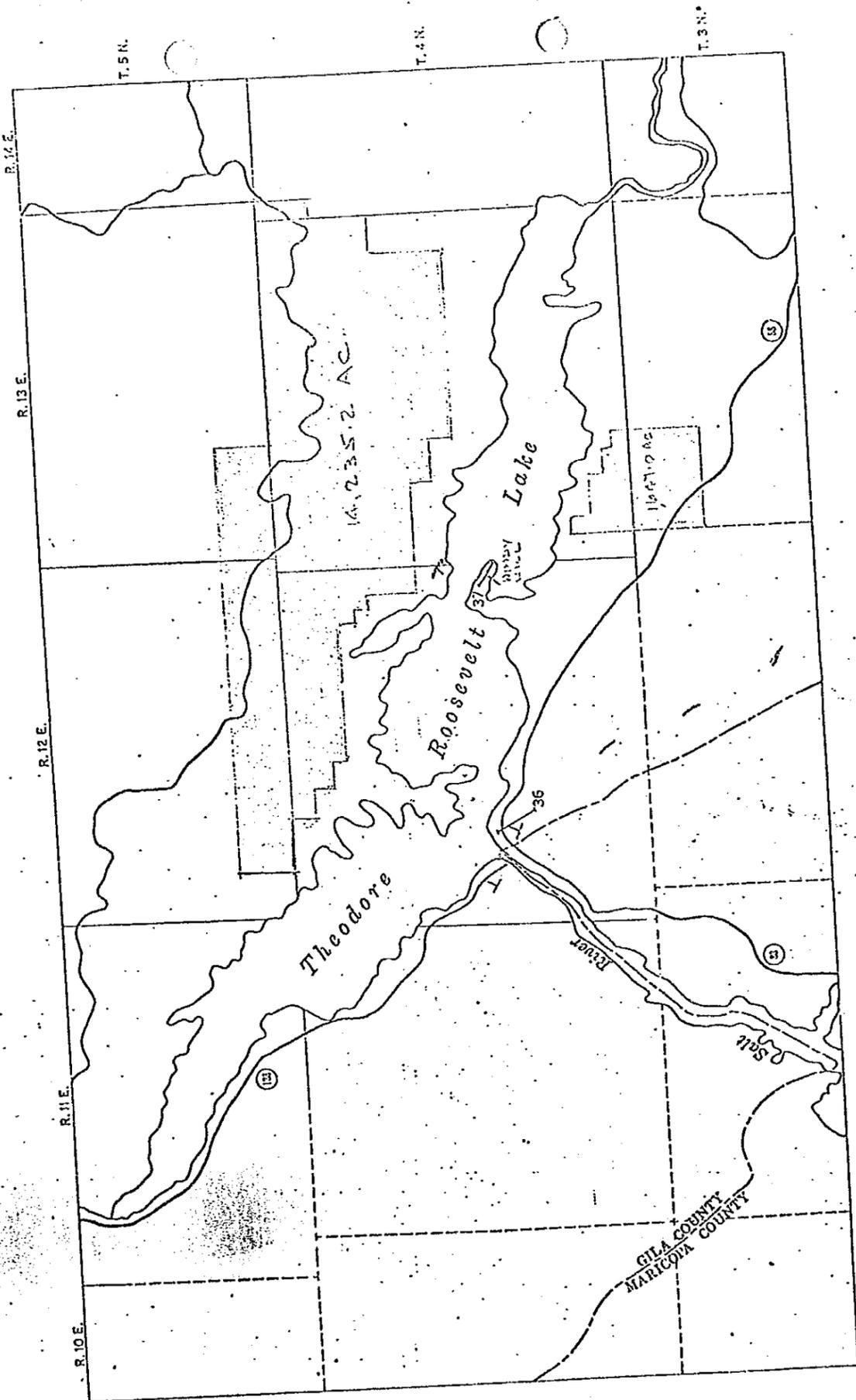
It is the Beckers Butte sandstone that is overlain by a dolomite approximately 2 feet thick that produces a strong petroleum odor on a fresh break. This zone correlates with the fetid dolomite described by Teichert (footnote 2). The fetid odor was present up in the section, above the Beckers Butte sandstone, but the dolomite layer with the petroleum odor was traced along the entire contact between these two zones. It is believed that the Beckers Butte sandstone is the principal objective for an oil and gas test in the Tonto Basin. Occurrence of hydrocarbons in this zone is indicated from surface outcrops and the characteristic of the sandstone suggest a good reservoir rock. Both stratigraphic and structural traps are a possibility for the Beckers Butte sandstone.

- (2) Devonian Rocks and Paleogeography of Central Arizona. Geologic Survey Professional Paper #464, Page 25.

Prepared by

W. H. Williams
W. H. Williams

November 26, 1968



115
4/14
9/17
4/18



1" = 500'

T. 5 N., R. 12 E.
G. & S. R. M. 33 34

T. 4 N., R. 12 E.
G. & S. R. M. 5 4

SECTION 32

32 33

4 3

EXISTING WELL SITE
ELEV. 2240.0

560' ± | 850' ±

PROPOSED WELL SITE
FEDERAL 1-4
ELEV. 2190.0

NOTE: WELL TO BE DRILLED 16 FEET
SOUTH OF THIS STAKE.

N 6° 11' 03" W 5854.08'

N 12° 24' 21" E 3732.82'

SECTION 4

FOUND U.S.D.A. BRASS CAP
W. 1/16 COR. SEC. 4 - SEC. 9

S 42° 39' 19" E

SECTION 9

LEGEND

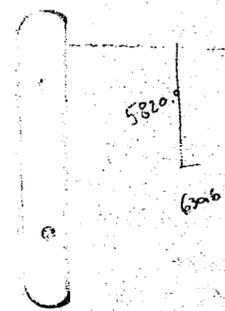
RECORD OF SURVEY WELL SITE LOCATIONS

SEC. 4 & 9, T. 4 N., R. 12 E.
SEC. 32, T. 5 N., R. 12 E.
GILA & SALT RIVER MERIDIAN
GILA COUNTY ARIZONA

CERTIFICATE OF SURVEY

I HEREBY CERTIFY THAT THE SURVEY SHOWN BY THIS PLAT
PERFORMED UNDER MY DIRECTION AND TO THE BEST OF MY
KNOWLEDGE AND BELIEF IS TRUE AND CORRECT.

Raymond L. Herriott
Surveyor
Arizona



1320'

5 4
8 9

4 3
9 10

1850 feet

32 33

T. 5 N., R. 12 E.
G. & S. R. M. 33 34

4 3



1" = 500'

6.84°

03" W
5854.08'

PROPOSED WELL SITE
FEDERAL 1-4
ELEV. 2190.0

NOTE: WELL TO BE DRILLED 16 FEET
SOUTH OF THIS STAKE.

N 12° 24' 21" E 3732.82'

SECTION 4

FOUND U.S.D.A. BRASS CAP
W. 1/16 COR. SEC. 4 - SEC. 9

42.655° 15.704'

S 42° 39' 19" E 2135'

144.5'

SECTION 9

4 3
9 10

RECORD OF SURVEY WELL SITE LOCATIONS

SEC. 4 & 9, T. 4 N., R. 12 E.
SEC. 32, T. 5 N., R. 12 E.
GILA & SALT RIVER MERIDIAN
GILA COUNTY ARIZONA

CERTIFICATE OF SURVEY

I HEREBY CERTIFY THAT THE SURVEY SHOWN BY THIS PLAT WAS
PERFORMED UNDER MY DIRECTION AND TO THE BEST OF MY
KNOWLEDGE AND BELIEF IS TRUE AND CORRECT.



SANCHEZ-0' BRLEN O&G 1-4 FEDERAL
SE. 1/4 - 4-4N-12E GILA CO.
S38

T. 4 N., R. 12 E. 5 4
G. & S. R. M.

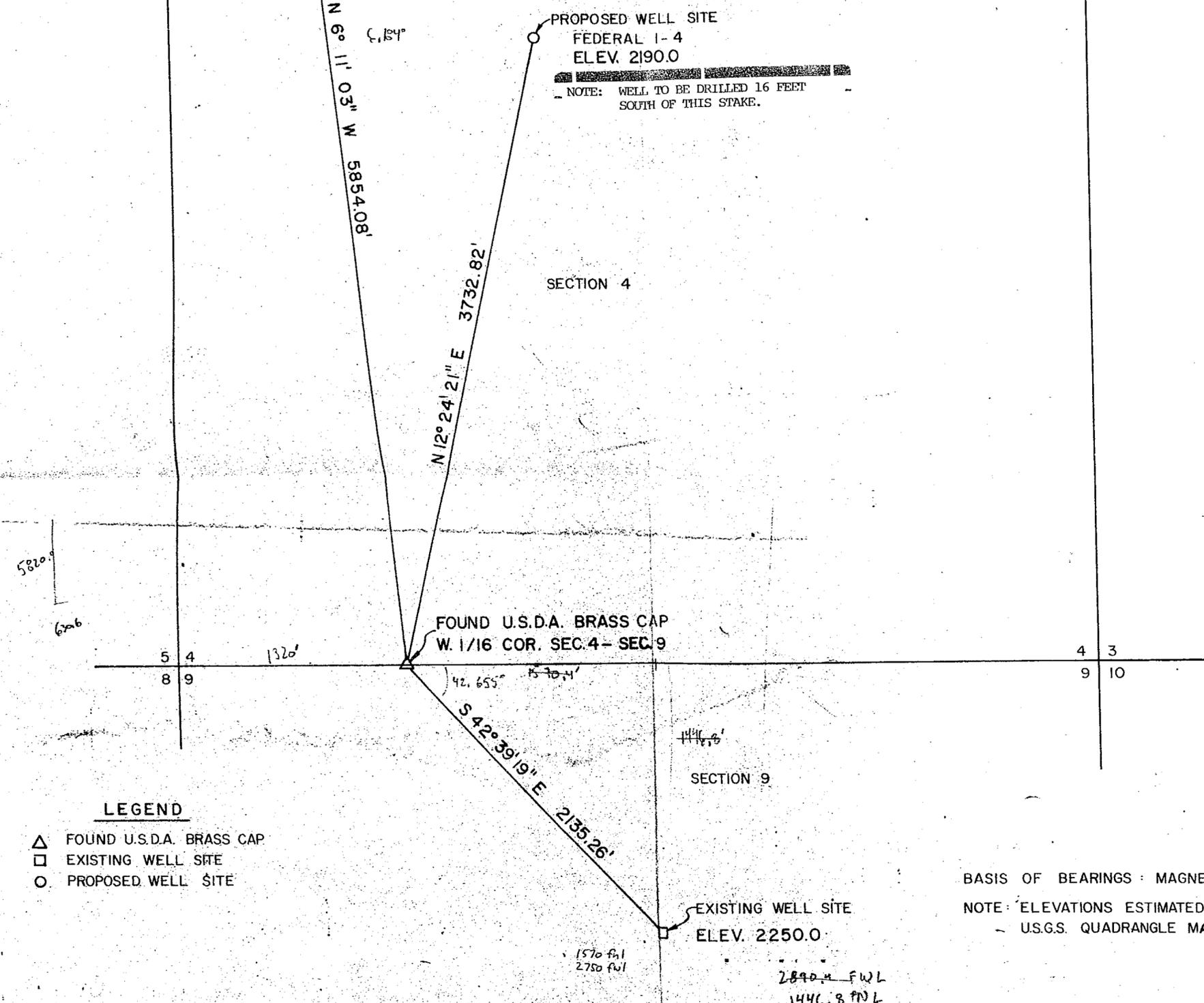
1" = 500'

RECORD OF SURVEY WELL SITE LOCATIONS

SEC. 4 & 9, T. 4 N., R. 12 E.
SEC. 32, T. 5 N., R. 12 E.
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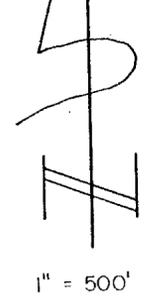
LEGEND

- △ FOUND U.S.D.A. BRASS CAP
- EXISTING WELL SITE
- PROPOSED WELL SITE

BASIS OF BEARINGS : MAGNETIC READING
NOTE : ELEVATIONS ESTIMATED FROM
U.S.G.S. QUADRANGLE MAP

GARRETT & SMITH LAND SURVEYORS
P.O. BOX 3162 GLOBE, ARIZONA
PREPARED FOR : SANCHEZ - O'BRIEN
2212 N.W. 50TH
OKLAHOMA CITY, OKLA.

JAN 28, 1983 R.L.G.
1" = 500'



1" = 500'

RECORD OF SURVEY WELL SITE LOCATIONS

SEC. 4 & 9, T. 4N., R. 12E.
SEC. 32, T. 5N., R. 12E.
GILA & SALT RIVER MERIDIAN
GILA COUNTY ARIZONA

CERTIFICATE OF SURVEY

I HEREBY CERTIFY THAT THE SURVEY SHOWN BY THIS PLAT WAS
PERFORMED UNDER MY DIRECTION AND TO THE BEST OF MY
KNOWLEDGE AND BELIEF IS TRUE AND CORRECT.

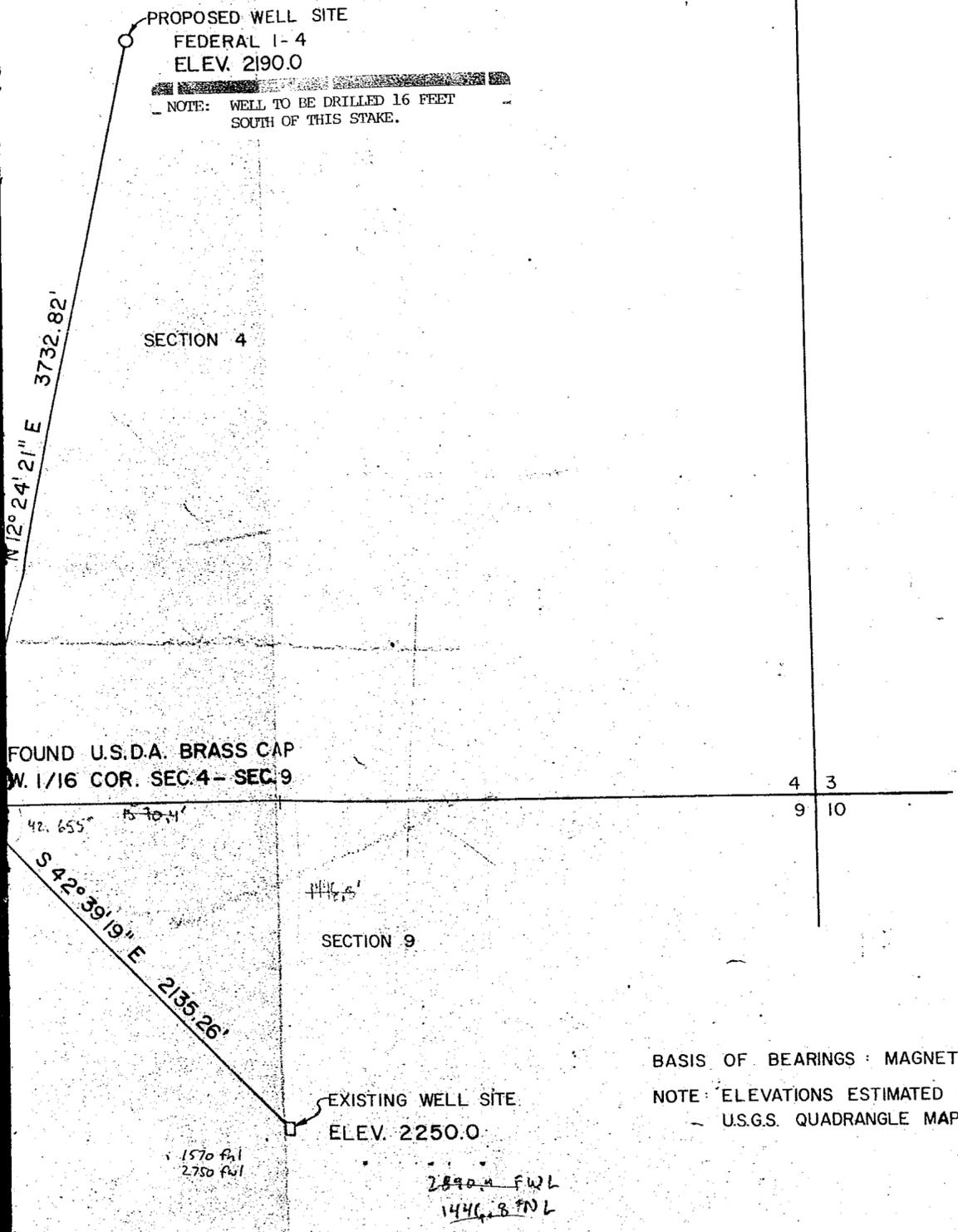


GARRETT & SMITH LAND SURVEYORS
P.O. BOX 3162 GLOBE, ARIZONA
PREPARED FOR: SANCHEZ - O'BREIN
2212 N.W. 50TH STREET
OKLAHOMA CITY, OKLA 73112

JAN 28, 1983
1" = 500'

R.L.G.

83-004



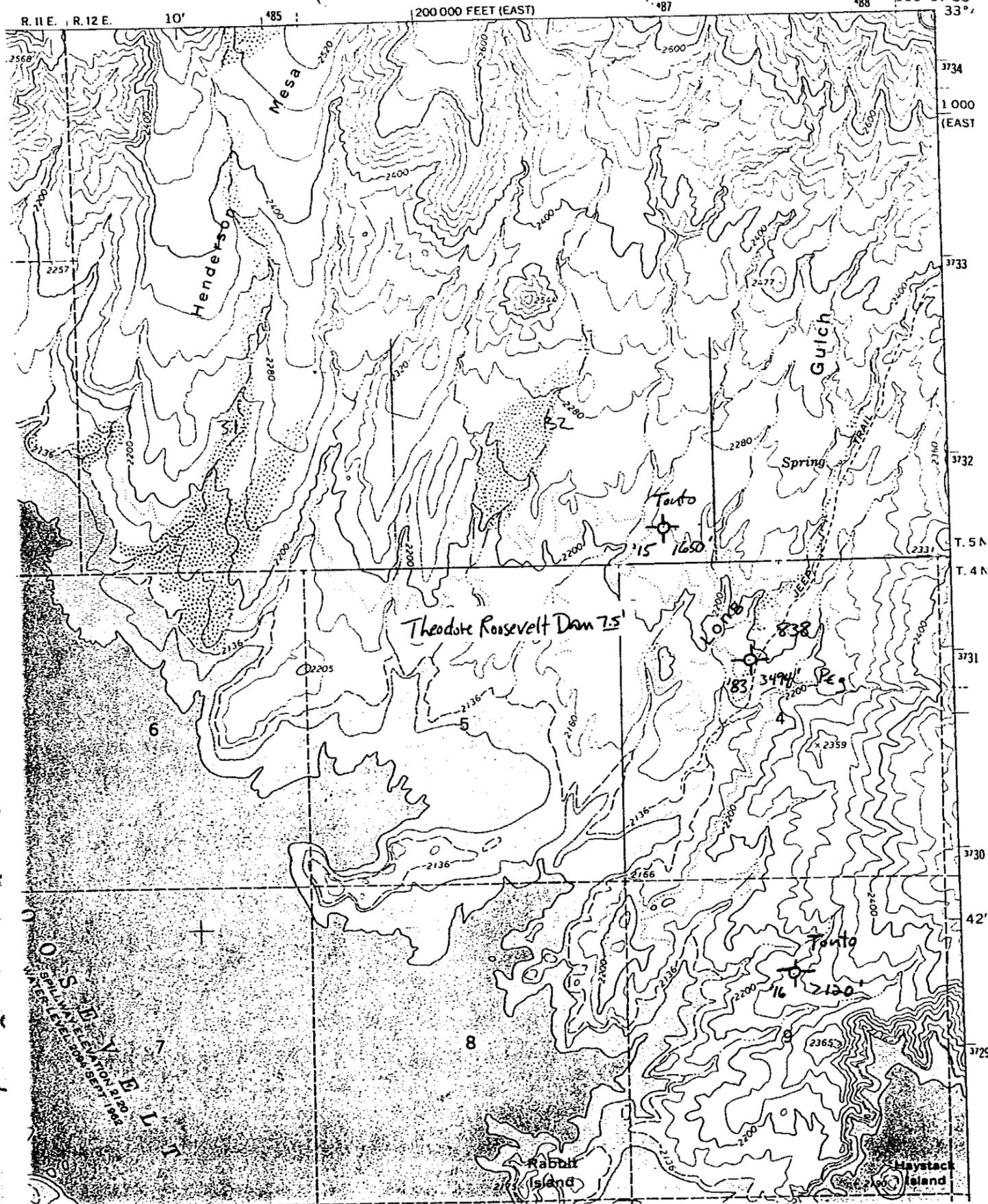
BASIS OF BEARINGS : MAGNETIC READING

NOTE : ELEVATIONS ESTIMATED FROM
U.S.G.S. QUADRANGLE MAP

SANCHEZ-O'BREIN O&G I-4 FEDERAL
SE NW 4-4N-12E GILA CO. 838

7.5 MINUTE TRIES (TOPOGRAPHIC)

111°07'30"
33°



**Subsurface information from three
wells in the Tonto Basin, Gila
County Arizona**

by
Stephen M. Richard

Open-File Report #99-07

**Arizona Geological Survey
416 W. Congress., No. 100, Tucson, Arizona
85701**

INTRODUCTION

Three wells drilled in the Tonto Basin have been studied to assist in the interpretation of subsurface geology of the basin. These are the Forest Service Windy Hill Test #1, drilled in 1991, the Sanchez-O'Brien Federal 1-4, drilled in 1983, and the Kerber 1 Federal, drilled in 1969. Locations and other information about the wells are included in Table 1.

GEOLOGIC SETTING

Mountain ranges surrounding the Tonto Basin consist of Early to Middle Proterozoic granitic and metamorphic rocks, overlain by Middle Proterozoic strata of the Apache Group and lower Paleozoic clastic and carbonate strata. Tertiary volcanic rocks overlie these units around the southeastern part of the basin. The physiographic Tonto basin consists of two geologic sub-basins, apparent on the depth-to-bedrock map for Arizona [Oppenheimer and Sumner, 1980]. A bedrock high between the area of Tonto National Monument and Windy Hill, then north from Windy Hill separates the sub-basins. The wells described in this report are from the southern part of the northern sub-basin and the transition zone between the sub-basins.

Paleozoic and Precambrian rocks

In the area of the bedrock high separating the two sub-basins of the Tonto Basin, Devonian and Mississippian sandstone, limestone and dolomite are preserved overlying the Apache Group. Cambrian(?) sandstone is locally preserved in paleovalleys beneath the Devonian strata [Spencer and Richard, in press]. Conodont color alteration indices from Mississippian limestone on Windy Hill and in the southern Sierra Ancha are 2 and 1, respectively [Wardlaw and Harris, 1984], indicating that they are potentially within the thermal maturation window for oil.

The Sierra Ancha, which lies on the north side of the subject area, consists mostly of sandstone, mudstone, quartzite, and limestone of the Apache Group and Troy Quartzite [Shride, 1967]. These strata are intruded by thick diabase sills that crop out over large parts of the mountain range. Northeast of the northern end of Theodore Roosevelt Lake, Middle or Early Proterozoic granitic rocks that underlie the Apache Group are exposed along the southwestern front of the Sierra Ancha [Bergquist et al., 1981].

The southern Mazatzal Mountains consist mostly of a variety of Early Proterozoic granitic rocks. Starting about 4 miles NW of Theodore Roosevelt Dam, and southward onto Two Bar Ridge, these granitic rocks are overlain by sandstone, mudstone, quartzite, and limestone of the Apache Group, and intruded by diabase sills. In the area immediately north and south of the Theodore Roosevelt Dam, Devonian and Mississippian sandstone, limestone and dolomite are preserved overlying the Apache Group.

Tertiary rocks

Tertiary basin fill strata consist of conglomerate, sandstone, and mudstone, with minor evaporite and carbonate beds. Nations [1987, 1988, 1990] identified two facies within this sequence, which he informally named the Tonto Basin formation. These are a basal and basin margin conglomerate facies and an upper and basin center fine-grained facies. The conglomerate facies consists of poorly stratified, very poorly sorted conglomerate. Clasts are locally derived and reflect the rock types present in nearby bedrock exposures. The conglomerate facies in the southern part of the basin contains abundant cobbles and boulders derived from Tertiary volcanic rocks, particularly the Apache Leap Tuff, which crop out around the south side of the Tonto Basin. The basin fill strata are younger than Apache Leap Tuff (18.6

Ma, McIntosh et al., 1998) in the southern part of the basin. The lower age limit is presently bracketed by the presence of a late Miocene or Pliocene vertebrate fossil in the mudstone member in the northern part of the basin. A K-Ar date of 18.6 Ma reported from a tuff interbedded near the top of the section in the northern part of the basin [Nations, 1987] suggests that much of the basin fill sequence in the Punkin Center area is older than the lower conglomerate in the southern part of the basin, and may in fact be correlative with strata referred to as Whitetail conglomerate in the southern part of the basin.

Lance et al. [1962] measured 3 stratigraphic sections in the area around Punkin Center and proposed a stratigraphic sequence as follows: 1) a sequence of red beds, consisting of sandstone and mudstone; 2) a zone up to 300 feet thick of red beds containing abundant gypsum; and 3) a few tens of feet of light colored beds of clay, silt, tuff, and marl, which contains the fossiliferous beds. The gypsiferous zone thins northward, and the red beds (units 1 and 2?) grade into conglomerate exposed around the northern end of the basin.

DISCUSSION OF WELLS

The Windy Hill Test was drilled as a possible water well to provide water for the Windy Hill Campground. At about 1600 feet the well hit limestone, and hydrogen sulfide gas was released from the formation. The well was completed at 1867 feet, and the maximum reported H₂S concentration at the surface was reported at 15-16 ppm [Arizona Geological Survey, Oil and Gas Commission files]. The hydrogen sulfide releases resulted in the evacuation of the Windy Hill campground [Likens, 1991]. A caliper survey, sonic log, and electric log were run in the hole from 130 to 1867 feet. The location of this well reported on the logs (NW1/4, SE1/4, NE1/4 sec. 25, T. 4N., R. 12E) is incorrect. The correct location, reported on the driller's report submitted to the Arizona Department of Water Resources, is SE1/4, NW1/4, NW1/4 Sec. 25, T. 4N, R. 12E (Reg@ 55-531851, File# A(4-12) 25 BBD).

Table 1. Wells included in this report

Name	Lat (N); Long (W)	Year Drilled	T.D. (feet)	Logs	Purpose	Notes
Windy Hill Test #1	33° 39.71', 111° 5.34'	1991	1867	Welenco, 128'-1867' • Caliper; • Sonic/Variable Density Waveform; • Electric Log	Water	H ₂ S released
Kerber 1 Federal <i>P/N 516</i>	33° 43.17', 111° 3.04'	1969	485	Driller's log in well completion report	Oil and Gas	
Sanchez-O'Brien Federal 1-4 <i>P/N 838</i>	33° 43.21', 111° 8.19'	1983	3490	Mobilog Inc. mud log, 0-3500' Welox, 496-3490' • Caliper • Gamma ray • Dual induction guard log • Compensated density dual spaced neutron log	Oil and Gas	
Tonto Oil Co.	33° 42.38', 111° 8.02'	1914- 1916	>120	None	Oil and Gas	Well was still open in 1983

Tonto Headlight Oil Co.	33° 43.57', 111° 8.46'	1915	1650	None	Oil and Gas	Sanchez-O'Brien Co. [1983] reports oil and gas shows at 400', 1150', 1310', 1500', and 1600'; source of this information unknown.
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Interest in possible oil production in the Tonto Basin was sparked by early reports of dead oil in Devonian strata exposed at the present location of Theodore Roosevelt Dam [Botsford, 1913]. At least two wells were apparently drilled in 1914-1916 [Sanchez-O'Brien Oil and Gas Corporation, 1983]. These wells were located by surveyors locating the Sanchez-O'Brien Federal 1-4, and the locations are reported in Table 1. A newspaper article in the Oil and Gas Commission files [1915; source of article unknown] reports that petroleum was found in the Tonto Oil Co. well "in small quantities in a six inch bed of sand at a depth between 1100 and 1200 feet." Abandonment of these wells indicates that economic quantities of oil or gas were not proven in these wells.

INTERPRETATION OF LOGS

The Arizona Geological Survey has cuttings in its well cuttings repository from the Sanchez-O'Brien Federal 1-4 well. These were studied, and compared to the mud log and geophysical logs available. These data were taken together to interpret the lithology and stratigraphy of formations penetrated by this well. For the Windy Hill Test #1, no mud logs or cuttings are available. The caliper and density log from the Sanchez-O'Brien Federal 1-4 are surprisingly similar to the caliper and Sonic Density log from the Windy Hill test #1. Basin fill units apparently correlate well, suggesting surprisingly consistent stratigraphy within the basin. The bedrock intercept is clear in both wells, and correlation of bedrock units in the Sanchez-O'Brien Federal 1-4 can be done with some confidence based on examination of the cuttings. Correlation of bedrock units in the Windy Hill Test #1 is much more speculative, and is based largely on the interpretation that the H₂S release from this well was from the Martin Formation, consistent with the sketchy lithologic description available [AZGS, Oil and Gas Commission Files] and reports of dead oil and petroliferous odor in Martin limestone in the area. If the bedrock unit first penetrated was Martin Formation, the similarity of the log traces with the Sanchez-O'Brien Federal 1-4 well suggests the correlations reported in Table 3.

Table 4 summarizes lithologic information from a completion report for the Kerber 1-Federal. This well apparently penetrated mudstone, interbedded mudstone and sandstone, and intercepted Dripping Spring Quartzite at 360'.

Table 2. Data and interpretations for Sanchez-O'Brien Federal 1-4. Ground level 2190', kelly bushing 2195', Surface casing set to 500'. Caving of hole between bottom of casing at 500' and well bore stabilization at 612' suggests that much of the rock fragment and sand material mixed with mud from deeper in the well may be slough. Units of bulk density are grams/cc; units for gamma ray intensity are gamma ray units. Cuttings are stored in vials representing 10' depth intervals. The depth reported for cuttings are for the shallowest part of the interval for each vial. Where depths for lithologic transitions seen in cuttings do not agree with lithologic transitions recorded on geophysical logs, the geophysical logs are taken to be more accurate.

Depth in well (feet below ground level)	Elevation (feet above sea level)	Observations	Interpretations
500-612	1690-1578	Caliper indicates abundant caving of hole, rapid changes in hole diameter; diameter 13" to >18" Bulk density is <2.0, and highly variable, ranges 1.3-2.0 Cuttings: 600--first sample; contains white tuff grains with copper-colored biotite crystals; trace glassy quartz, black biotite flakes, possible hornblende, abundant mudstone/clay in tiny chips and dust.	Sandstone and conglomerate with interbedded tuff or clasts of tuffaceous rocks, not strongly indurated
612-1110	1578-1080	Caliper diameter stable, but less than drill bit diameter; diameter 6-7" to 1000' then diameter to about 8" average, but ranges 7-16", with ~5' thick wash out zones. Bulk density variable, averages 2.05, range 1.9-2.15 Gamma ray intensity avg. 105, range 100-110 Cuttings: 640--trace white tuff, rare angular quartz, no biotite or hornblende seen, much clay 1000--trace white tuff, glassy quartz, detrital biotite, some very fine-grained lithic sand, cuttings form clay balls. 1020--clay balls up to 1 cm diameter, some with medium-grained glassy quartz stuck to them; clay balls effervesce and disaggregate in hydrochloric acid 1090--trace rock fragments present, including some diabase	Abundant swelling clay in formation, probably mostly mudstone, with progressively more interbedded sandstone below 1000'. Tuff clasts or interbedded tuff present.
1110-1300	1080-890	Caliper stable, diameter 13.5±1"; diameter variations rapid. Bulk density averages 2.07, range 1.95-2.2, varies rapidly Gamma ray intensity avg. 98, range 90-107 Cuttings: 1110-1160--fine- to medium-grained lithic sandstone stuck to clay balls; rare light gray micro-crystalline tuff?	Less clay in formation, non-swelling clay dominant, probably interbedded sandstone and mudstone; washing out of well bore suggests relatively poorly indurated material
1300-1350	890-840	Caliper 13.5-14.5", diameter increases down hole, rapid small variations Bulk density 2.07-2.17 Gamma ray intensity 100±7	Transition zone; mud log indicates mostly mudstone
1350-1485	840-705	Caliper 14.5"; diameter varies ±1" above 1390, then becomes relatively stable; hole narrows to 13" over bottom 30' of interval Bulk density average 2.17, range 2.1-2.25 Gamma ray intensity 100±7	Mud log indicates still mostly mudstone, but appears to become more homogeneous
1485-1630	705-560	Caliper 13.5-12", diameter decreases down hole Bulk density average increases from 2.15-2.27 down hole, varies ±0.07 Gamma ray intensity 90±10, generally decreases down hole Mud log reports significantly more "conglomerate" below about 1420. 1580--"mudstone, sample eludes 80 mesh screen"	Increasing induration of rock, progressively less clay, density and gamma ray variability suggested interbedded lithology or boulder conglomerate.
1630-1690	560-500	Caliper diameter decreases smoothly 12" to 9" down hole Bulk density average 2.15, range 2.0-2.25 Gamma ray intensity 85±5, generally decreases down hole Mud Log: 1640: reports "free quartz, clear to frosted" 1660: increasing dark minerals, 20% increase in free quartz	Conglomerate, derived from underlying volcanic rocks? Progressively more indurated.
1690-1810	500-380	Caliper diameter stable, 9" Bulk density, 2.65-2.7, drops to ~2.4 in 10' intervals at	Apache Leap tuff??, or conglomerate derived largely from tuff, low density zones may

Depth in well (feet below ground level)	Elevation (feet above sea level)	Observations	Interpretations
		<p>1760 and bottom of interval</p> <p>Gamma ray intensity average 70, range 20-160; more stable in lower part</p> <p>Cuttings: 1710-1760, glassy quartz grains that look like quartz from phenocrysts in volcanic rock present</p> <p>1750-very round, frosted quartz grains</p> <p>1780-glassy quartz rare, spherical frosted quartz present, tiny biotite grains, cuttings have pinkish-tan color typical of Apache Leap tuff</p> <p>1800-white calcite grains, and sparry, clear calcite cleavage rhombs, white tuff fragments, one with sanidine phenocryst</p> <p>Mud Log: 1740-1780--reports "chalky, in pit"</p>	be non-welded intervals.
1810-1880	380-310	<p>Caliper diameter stable, 9-10", diameter increases in middle of interval</p> <p>Bulk density average 2.4, range 2-2.55; lower density in middle part</p> <p>Gamma ray intensity: 30-200, monotonic increase down section.</p> <p>Cuttings: 1820--yellowish tan microcrystalline carbonate grains appear</p>	Martin Formation or Mescal Limestone? Relative dense, low-clay carbonate unit at top, increasing clay or mica down section; apparent stabilization of well bore in lower part seems more consistent with relatively competent Beckers Butte sandstone at base of Martin than nodular silty carbonate unit and breccias seen at base of Mescal.
1880-1910	310-280	<p>Caliper diameter decreases 9" to 8" downward</p> <p>Bulk density avg. 2.4</p> <p>Gamma ray intensity 90±10</p> <p>Cuttings: 1880--pyrite and limonite after pyrite, light greenish microcrystalline aggregates, reddish brown quartzite</p> <p>1900--cuttings are coarser grained (mud density change?)</p>	Bolsa Quartzite?, less clay than Martin, less K-spar than Dripping Spring
1910-2040	280-150	<p>Caliper diameter stable, 8" to 2000' then increases to 10" at bottom of interval</p> <p>Bulk density 2.3-2.4</p> <p>Gamma ray intensity 40-200, highly variable</p> <p>Cuttings: 1920--pinkish fine-grained arkose, silica cemented</p> <p>1980--dark red brown fine-grained feldspathic(?) quartzite</p>	Dripping Spring quartzite?, alternating quartz arenite and K-feldspar rich arkose
2040-3245	150-(-1055)	<p>Caliper diameter stable 8-9"</p> <p>Bulk density stable 2.75-2.8, drops to ~2.5 in many 10' intervals</p> <p>Gamma ray intensity 20-30, very stable</p> <p>Cuttings: 2030--diabase appears</p> <p>3220--rare K-feldspar fragments</p> <p>3230--rare K-feldspar, rare red brown fine-grained quartzite</p>	Diabase; lower density intervals may be crush zones
3245-3320	(-1055)-(-1130)	<p>Caliper stable, 8"</p> <p>Bulk density 2.55±0.05</p> <p>Gamma ray intensity 40-300, mostly around 100±20, with sharp peak to 300 at 3250.</p> <p>Cuttings: 3260--sparse red brown quartzite</p> <p>3270--abundant medium to coarse grained red-brown arkose</p> <p>3300--coarse- to very coarse-grained red brown arkose with glassy sub-rounded quartz grains</p>	Pioneer Formation? Potassium or uranium concentration near diabase contact?

Depth in well (feet below ground level)	Elevation (feet above sea level)	Observations	Interpretations
3320-3365	(-1130)-(-1175)	Caliper stable, 8" Bulk density 2.55±0.05 Gamma ray intensity around 200±20, with sharp peak to 300 at 3355. Cuttings: 3320—1-2 mm diameter angular quartz grains 3340—very fine-grained granitic rock with tiny clots of opaque grains 3360—fine to very fine grained pink granitoid, diabase becomes more abundant	Granitic rock
3365-3490	(-1175)-(-1300)	Caliper stable, 8" Bulk density 2.9±0.1 Gamma ray intensity 50±5 Cuttings: 3400—about 70% diabase 3470—about 90% diabase	Diabase

Table 3. Data and interpretations for Windy Hill Test #1. Ground level 2200'. Interval transit times are in microseconds/foot. Descriptions are from notes taken during a telephone conversation by S. Rauzi [AZGS Oil and Gas Commission files]

Depth in well (feet below ground level)	Elevation (feet above sea level)	Observations	Interpretations
130-640	2070-1560	Caliper: much caving; diameter 10-15" (caliper pegs at 15") Interval transit time: 130-220, average ~180, highly variable Description: "a lot of clay, unconsolidated river gravels to 1600"	Poorly indurated sand, mud and gravel?; transit time and caliper variations resemble density and caliper variations suggest correlation with 500-612 interval from Sanchez-O'Brien 1-4 Federal (SOB1-4).
640-1100	1560-1100	Caliper: highly variable, less caving than overlying interval; diameter 11-15", mostly stays on scale Interval transit time: 110-170, average ~135 Description: see above	Mostly mud, with sand and gravel layers?; logs suggest correlation with 612-1110 interval from SOB1-4.
1100-1150	1100-1050	Caliper: stable, diameter progressively decreases from 11.5 to 10.5" Interval transit time: 110-160, average 130	Transition zone
1150-1300	1050-900	Caliper: stable, diameter 10"; slight variations suggest beds about 10' thick Interval transit time: 135±5	Mudstone and sandstone: more indurated; logs suggest correlation with 1110-1300 interval from SOB1-4.
1300-1330	900-870	Caliper: diameter decreases to 9", thin wash-outs ±1" Interval transit time: decreases from 140 to 120, ±10	Transition zone
1330-1640	870-560	Caliper: diameter stable at 9" Interval transit time: decreases steadily from 115-90, ±10 in upper part, ±5 in lower part	Increasing induration, probably less clay and more conglomerate; logs suggest correlation with 1350-1690 intervals in SOB1-4.
1640-1685	560-515	Caliper: diameter 9-10", variations suggest 2-5' thick beds of slightly different competence Interval transit time: decreases from 80 to 60, ±10-20; rapid variations on 2-7' scale. Description: limestone bed at about 1600 feet, increasing H ₂ S smell.	Martin Formation or Mescal Limestone; transit time and caliper variations resemble density and caliper variations in logs from SOB1-4, suggesting correlation.
1685-1720	515-480	Caliper: 9.25" diameter; slight variations on 2-5' scale suggest beds of slightly different competence. Interval transit time: 52 ±3, rapid variations on 2' scale in upper part.	Sandstone of Beckers Butte Member of Martin Formation, Bolsa Quartzite, or Dripping Spring Quartzite? Unit appears more homogeneous than underlying or overlying units

Depth in well (feet below ground level)	Elevation (feet above sea level)	Observations	Interpretations
1720-1850	480-350	Caliper: 9" diameter, very stable; caliper diameter drops to <0.5" at 1805, suggesting problem with tool. Interval transit time: 70±10, rapid variations on 2-10' scale	Dripping Spring Quartzite? Transit time and caliper variations resemble density and caliper variations in logs from SOB1-4, suggesting correlation.
1850-1867	350-333	Caliper: NA Interval transit time: 115±20, rapid variations on 5' scale	Diabase? Transit time variations resemble density variations seen in SOB1-4 at Dripping Spring-Diabase contact.

Table 4. Data and interpretations for Kerber 1-Federal. Ground level 2669'. Interval transit times are in microseconds/foot. Descriptions are verbatim from completion report for well [AZGS Oil and Gas Commission files]

Depth in well (feet below ground level)	Elevation (feet above sea level)	Description	Interpretations
0-50	2669-2619	Sand and gravel, with boulders, mixture of basalts andesite, quartzite, quartz.	Pediment veneer gravel
50-270	2619-2399	Clay Brown, buff, silty, and sand. About 20% quartz	Mudstone, some interbedded sand
270-360	2399-2309	Clay, as above, with about 40% silt and quartz sand	Mudstone, more interbedded sand
360-435	2309-2234	Quartzite, red-brown, fine grained, ¼ to ½ mm, iron stained. Thin streaks asphalt residue (colored the mud black) in middle and lower part. Slightly coarser ground at bottom.	Dripping Spring Quartzite. Black mud may indicate dark siltstone of middle Dripping Spring, or possibly diabase.
435-485	2234-2184	Quartzite, as above only slightly finer grained and somewhat harder, not as fine-grained in lower part. Fault with approximate 45° dip at 464'.	Dripping Spring Quartzite. Fine grained quartzite suggests middle or upper part of formation.

Acknowledgements. Steve Rauzi provided assistance and advice with locating cuttings from the well and interpreting the logs.

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sent 10:03am LC



Fife Symington
Governor

State of Arizona
Arizona Geological Survey

845 North Park Avenue, #100
Tucson, Arizona 85719
(602) 882-4795



Larry D. Fellows
Director and State Geologist

FAX TRANSMITTAL COVER SHEET

DATE: 10/30/92

3 PAGES
(including cover sheet)

TO:

NAME: Ken Bernstein*

COMPANY: _____

FAX NO: 497-4527 CITY: Phoenix

FROM: Steven L. Rauzi

OUR FAX NO: (602) 628-5106

IF THERE ARE ANY QUESTIONS, RESPONSES, OR PROBLEMS WITH THIS TRANSMISSION, PLEASE CALL THE SENDER AT (602) 882-4795. THANK YOU.

MESSAGE: Enclosed page 1 and 2 of completion report. Page 2 lists formations penetrated and information on fresh water.

* Ken Bernstein (Bird's Seismic Surveys) requested formation top & water info from this well. He is apparently locating water wells in this area for some client see



Oil and Gas Conservation Commission

STATE OF ARIZONA

5150 N. 16th STREET, SUITE B-141
PHOENIX, ARIZONA 85016
PHONE: (602) 255-5161

July 12, 1990

Mr. James H. Burton
Laboratory of Archaeology
University of Wisconsin - Madison
5240 Social Science Bldg.
Madison, WI 53706

RE: Sample Set #1849, Sanchez-O'Brien #1-4 Federal

Dear James:

This letter is a follow-up to our phone conversation on June 6, 1990, regarding the above referenced samples. We would appreciate the return of these samples at your earliest convenience, assuming of course that you have completed your analysis.

Pursuant to the terms of our sample policy, the results of any studies or analyses are to be provided to this Commission within 30 days of their completion. We do look forward to receiving the results of your study.

Sincerely,

Steven L. Rauzi

Steven L. Rauzi
Oil & Gas Specialist

Samples returned 8-28-90 SLR



Oil and Gas Conservation Commission

STATE OF ARIZONA

5150 N. 16th STREET, SUITE B-141
PHOENIX, ARIZONA 85016
PHONE: (602) 255-5161

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Sincerely,

Steven L. Rauzi

Steven L. Rauzi
Oil & Gas Specialist

Samples returned 8-28-90 SLR

RECORD OF OGCC MATERIAL TAKEN FROM OFFICE TO BE RETURNED

Description of Material:

Well Samples - Sanchez-O'Brien #1-4 Federal, Permit # 838
Sec 4-4N-12E, 3 boxes - sample # 1849

I, (print) James Durbin¹⁻⁶⁰⁸⁻²⁶²⁻⁴⁵⁰⁵₁₂₃₄, representing University of
Wisconsin - Madison, whose address is Madison, WI
53706, and whose phone number is _____

am in receipt of the above described material this _____ day of _____
19__, and will return same to the OGCC office on the _____ day of _____
19__.

*Samples returned
8-28-90
SCR*

(Signature)

Authorized by:

SCR

*Called 7/27/90 - discussed problem of shuffling in interpreting samples.
- should be thrown with samples soon.*
*Called 6/21/90 - Will return samples before going to the field
this summer.*

University of Wisconsin—Madison



LABORATORY OF ARCHAEOLOGY
5240 SOCIAL SCIENCE BUILDING

MADISON, WISCONSIN 53706

September 15, 1989

Steven L. Rauzi
Oil & Gas Conservation Commission
3110 N. 19th Ave., Suite 190
Phoenix, AZ 85015

I would like to receive, on loan, the samples from the Sanchez-O'Brien No. 1-4 Federal (Sec. 4-T4N-R12E, State Permit #838), retained in three boxes. I have read your "Sample Policy" and agree to abide by those terms, and to pay the costs of shipping and return.

Thank you for your help in locating the appropriate well samples,

James A. Burton
Associate director,

Laboratory for
Archaeological Chemistry

*Sample box # 1849 shipped UPS C.O.D. on 9/26/89 SLR
(£10.92)*

Samples returned 8-28-90 SLR



Oil and Gas Conservation Commission

STATE OF ARIZONA

3110 N. 19th AVENUE, SUITE 190

PHOENIX, ARIZONA 85015

PHONE: (602) 255-5161

August 14, 1989

Mr. Jim Burton
Dept. of Anthropology
1180 Observatory Drive
University of Wisconsin
Madison, WI 53706

602-262-1234

RE: Well Sample Request
Sanchez-O'Brien No. 1-4 Federal
Sec. 4-T4N-R12E *Sample # 1849*
State Permit No. 838

Dear Jim:

Before loaning well samples for off-premise use we would require a written request on your part. In addition, you should indicate your willingness to abide by the Oil & Gas Conservation Commission Sample Policy. A copy of the Sample Policy is enclosed for your review. Please note item No. 6 in regard to maintaining the integrity and volume of each individual sample.

Cost of shipping samples is the responsibility of the borrower. Thus we will ship the samples but must bill you for freight charges.

Samples for this well are contained in three boxes. Without going to the warehouse, I cannot say what the range of samples in each box would be. However, I am enclosing a lithologic description of the samples in case you want to limit the range (i.e. boxes) of samples sent.

Please don't hesitate to call if you have any questions or if I can be of further assistance.

Sincerely,

A handwritten signature in cursive script that reads "Steven L. Rauzi".

Steven L. Rauzi
Oil & Gas Specialist

Encl.

OIL & GAS CONSERVATION COMMISSION

SAMPLE POLICY

The Oil and Gas Commission hereby adopts the following as its policy regarding samples and cores. In the declaration of policy "samples" is meant to include rotary and cable tool cuttings and chips and cores, core slabs and core chips.

1. Samples received by the Commission under Rule 12-7-21 shall be preserved and maintained in good order.
2. A record or file shall be kept indicating the location of samples from each well.
3. Samples are to be maintained for use as a public library.
4. Samples may be examined on the premises by any person requested to do so. Reasonable notice for retrieval of the samples may be required.
5. Samples may be loaned for use off-premises to any responsible person at the discretion of the Commission.
6. Users of samples shall take reasonable and customary measures to maintain the integrity and volume of each individual sample and shall not mix samples together.
 - a. Users may use ordinary tests for mineralogical determination. Acid must not be placed in the bulk sample, rather one or two individual grains may be removed to a separate container for acid tests.
 - b. Solvents must not be placed in the bulk sample, rather one or two individual grains may be removed to a separate container for solvent tests.
 - c. In no case shall bulk solvent extraction, pyrolysis or other destructive tests be run on any samples without prior permission of the Commission.
7. Users shall return all individual samples to their original containers. If the container is damaged beyond use, a new container shall be provided.
8. Users shall replace all samples in order from top of the hole down in the original sample box.
9. Users shall provide the Commission, within 30 days of their completion, copies of all logs, paleontological and other reports, maturation studies, source rock analysis and any other study or analysis made possible by use of samples from the Commission's library. The Commission will grant a 6-month confidentiality period if so requested by the owner of the report and may grant one six-month extension of the period of confidentiality if so requested.



OFFICE OF
Oil and Gas Conservation Commission
STATE OF ARIZONA
1645 WEST JEFFERSON, SUITE 420
PHOENIX, ARIZONA 85007
PHONE: (602) 255-5161

July 22, 1985

Mr. R. V. Lunday
Accounting Manager
Sanchez-O'Brien Oil and Gas Corp.
P. O. Box 2986
Laredo, Tx. 78044-2986

Re: Bond No. 470-4747
Sanchez-O'Brien Oil & Gas Corp.

Dear Mr. Lunday:

This is in response to your letter of July 11, 1985, requesting release of subject bond.

Our records show that all wells drilled in Arizona by Sanchez-O'Brien have been drilled and plugged and abandoned in compliance with Commission rules and regulations. Therefore, consider this letter as approval to release your bond.

Thank you for doing business in Arizona and we hope that in the future, under more favorable conditions, you will return and help us find additional oil and gas reserves.

If I can be of any assistance, please call.

Sincerely,

R. A. Ybarra
R. A. Ybarra
Enforcement Director

lr

RECEIVED

JUL 15 1985

O & G CONS. COMM.

OK

SANCHEZ-O'BRIEN
OIL & GAS CORPORATION



706 MAHER
P.O. BOX 2986
LAREDO, TEXAS 78044-2986
TEL. AC 512 / 722-8092

July 11, 1985

P/N 838

Oil and Gas Conservation Commission
State of Arizona
1645 West Jefferson, Suite 420
Phoenix, Arizona 85007

ATTENTION: Mr. R. A. Ybarra
Enforcement Director

REFERENCE: Performance Bond #450-4747

Dear Mr. Ybarra:

Please release Hartford Accident & Indemnity Insurance Company and Sanchez-O'Brien Oil & Gas Corporation from the above bond. Sanchez-O'Brien does not at this time have any plans for drilling active in the state of Arizona.

Very truly yours,

R. V. Lunday
R. V. Lunday
Accounting Manager

gmr

cc Olga Flores
Ward-Jackson Inc.



OFFICE OF
Oil and Gas Conservation Commission
STATE OF ARIZONA
1845 WEST JEFFERSON, SUITE 420
PHOENIX, ARIZONA 85007
PHONE: (602) 255-5161

August 13, 1984

United States Fidelity
and Guaranty Company
300 Tower Life Building
310 S. St. Mary's Street
San Antonio, Texas 78205

Attention Rosanna Robertson
Fidelity-Surety Dept.

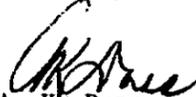
Re: Bond No. 72 0130 12283 81 5
Sanchez-O'Brien Oil & Gas Corporation
Performance Bond

Gentlemen:

This is to acknowledge your letter received August 13, 1984 pertaining to the above-referenced bond. Inasmuch as the replacement bond has been filed with this office, you may take this letter as your authority to cancel your liability under your bond 72 0130 12283 81 5.

Incidentally, our files do not reflect any prior request for cancellation.

Sincerely,


A. K. Doss
Executive Director

/kb

cc: Sanchez-O'Brien Oil
& Gas Corporation
706 Maher
P. O. Box 2986
Laredo, Texas 78041

Certified Mail No. 398 972 651



RECEIVED

AUG 13 1984

O & G CONS. COMM.

UNITED STATES FIDELITY AND GUARANTY COMPANY

SAN ANTONIO OFFICE
300 TOWER LIFE BLDG. - 310 S. ST. MARY'S STREET
SAN ANTONIO, TEXAS 78205
LOGAN A. HIPPI, JR., MANAGER
TELEPHONE: 512/224-9281

March 16, 1984

State of Arizona
Oil & Gas Conservation Commission
Capitol Building
Phoenix, Arizona 85001

Second Request
Please advise 7-31-84
Certified Mail No. 650 876 411

Re: Bond No. 72 0130 12283 81 5
Sanchez-O'Brien Oil & Gas Corporation
Performance Bond

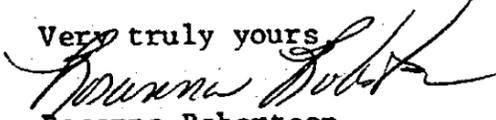
Gentlemen:

Our company serves as Surety in connection with the above captioned bond - a copy of which is attached for your reference. Please note that this bond was filed with your department on or about October 27, 1981.

It has come to our attention that a replacement bond has been filed with your department by the Hartford Accident & Indemnity Company showing their bond number of 4504727. In view of the replacement bond being filed we request that our liability in connection with bond number 72 0130 12283 81 5 be cancelled. Please advise concerning the earliest date we may consider our liability cancelled at your earliest convenience.

Your attention to this matter is appreciated.

Very truly yours


Rosanna Robertson
Fidelity-Surety Dept.

r/s

cc: Ward-Jackson, Inc., Laredo, Texas

cc: Sanchez-O'Brien Oil & Gas Corporation, Laredo, Texas

cc: Home Office Surety Dept., Baltimore, Md.

11-1-1964
1964 11 1 64
11-1-1964

State of Arizona
Oil and Gas Commission
1645 West Jefferson
Phoenix, Arizona 85007

General Request
Please advise 8-10-64
Confidential with No. 111

January 10, 1984

Mr. R. V. Lunday
General Accounting Manager
Sanchez-O'Brien Oil & Gas Corp.
P. O. Box 2986
Laredo, Texas 78041

Re: Blanket Bond No. 450-4727

Dear Mr. Lunday:

This will acknowledge receipt and approval of subject bond, which replaces Blanket Bond No. 72-0130-12283-81-5. I am returning an approved copy of the bond for your files.

If I can be of further assistance, please advise.

Sincerely,

R. A. Ybarra
Enforcement Director

/sjb

Enclosure



OFFICE OF
Oil and Gas Conservation Commission
STATE OF ARIZONA
1645 WEST JEFFERSON, SUITE 420
PHOENIX, ARIZONA 85007
PHONE: (602) 255-5161

January 6, 1984

Mr. Charles Tucker
Sanchez-O'Brien Corporation
2212 N.W. 50th Street, Suite 245
Oklahoma City, Oklahoma 73112

Re: Well No. 1-4 Federal
Sec. 4-T.4N - R.12E, GSRM
Gila County

Dear Mr. Tucker:

We have received several inquiries on subject well, especially regarding the geology.

Upon checking our files, I noted that the completion report (Form No. 4) was missing. This report is required on all wells drilled, whether completed to production or plugged and abandoned.

I am enclosing Form No. 4 for you to complete and submit to us. Please complete both sides. Thank you.

If I can be of any help to you in the future, please advise.

Sincerely, -

R. A. Ybarra
R. A. Ybarra
Enforcement Director

/sjb

Enclosures



706 MAHER
P.O. BOX 2986
LAREDO, TEXAS 78041
TEL. AC 512 / 722-8092

RECEIVED

DEC 23 1983

D & G CONS. COMM.

SANCHEZ-O'BRIEN
OIL & GAS CORPORATION

AKA

December 15, 1983

Mr. R. A. Ybarra
Enforcement Director
Office of Oil and Gas
Conservation Commission
State of Arizona
1645 West Jefferson, Suite 420
Phoenix, Arizona 85007

Dear Mr. Ybarra:

Enclosed is Performance Bond # 450 4747 which replaces Blanket Bond # 72-0130-12283-81-5.

Should you have any questions, please do call me.

Sincerely,

R. V. Lunday
R. V. Lunday
General Accounting Manager

RVL:viv

RECEIVED

PERFORMANCE BOND

RECEIVED

DEC 23 1983

NOV 25 1983

KNOW ALL MEN BY THESE PRESENTS

D & G CONS. COMM.

Bond Serial No. 450 4727 D & G CONS. COMM.

That we: Sanchez-O'Brien Oil & Gas Corporation, P.O. Box 2986, Laredo,

of the County of Webb in the State of Texas

as principal, and Hartford Accident & Indemnity Insurance Co.

of Branch Office, P.O. Box 33015, San Antonio, Texas 78233

AUTHORIZED TO DO BUSINESS WITHIN the State of Arizona.

as surety, are held and firmly bound unto the State of Arizona and the Oil and Gas Conservation Commission, hereinafter referred to as the "Commission", in the penal sum of Twenty-five thousand (\$25,000) lawful money of the United States, for which payment, well and truly to be made, we bind ourselves, and each of us, and each of our heirs, executors, administrators or successors, and assigns jointly and severally, firmly by these presents.

The conditions of this obligation are that, whereas the above bounden principal proposes to drill a well or wells for oil, gas or stratigraphic purposes in and upon the following described land situated within the State, to-wit:

State Wide

(May be used as blanket bond or for single well)

NOW, THEREFORE, if the above bounden principal shall comply with all the provisions of the Laws of this State and the rules, regulations and orders of the Commission, especially with reference to the requirements of A.R.S. § 27-516, providing for the proper drilling, casing and plugging of said well or wells, and filing with the Oil and Gas Conservation Commission all notices and records required by said Commission, then in the event said well or wells do not produce oil or gas in commercial quantities, or cease to produce oil or gas in commercial quantities, this obligation is void; otherwise it shall remain in full force and effect.

Whenever the principal shall be, and declared by the Oil and Gas Conservation Commission in violation of the Laws of this State and the rules, regulations and orders of the Commission, the surety shall promptly:

1. Remedy the violation by its own efforts, or
2. Obtain a bid or bids for submission to the Commission to remedy the violation, and upon determination by the Commission and the Surety of the lowest responsible bidder, arrange for a contract between such bidder and the Commission, and make available as work progresses sufficient funds to pay the cost of remedying the violation; but not exceeding, including other costs and damages for which the surety may be liable hereunder, the amount set forth in the first paragraph hereof.

Liability under this bond may not be terminated without written permission of this Commission.

WITNESS our hands and seals, this 14th day of October

Sanchez-O'Brien Oil & Gas Corporation

Principal

WITNESS our hands and seals this 23rd day of November 1983

Hartford Accident & Indemnity Insurance Co.

Jerry A. Underwood Attorney-in-Fact

Surety

Arizona Resident Agent

Surety, Resident Arizona Agent
If issued in a state other than Arizona)

(If the principal is a corporation, the bond should be executed by its duly authorized officers, with the seal of the corporation affixed. When principal or surety executes this bond by agent, power of attorney or other evidence of authority must accompany the bond.)

Approved Date: 1-9-84

STATE OF ARIZONA
OIL & GAS CONSERVATION COMMISSION

By: R. A. Ybanez

STATE OF ARIZONA
OIL & GAS CONSERVATION COMMISSION

Bond

File Two Copies

Form No. 2

Permit No. Blanket

838

Cancelled 7-22-85

HARTFORD ACCIDENT AND INDEMNITY COMPANY
Hartford, Connecticut

560008

POWER OF ATTORNEY

Know all men by these Presents, That the HARTFORD ACCIDENT AND INDEMNITY COMPANY, a corporation duly organized under the laws of the State of Connecticut, and having its principal office in the City of Hartford, County of Hartford, State of Connecticut, does hereby make, constitute and appoint

JERRY A. UNDERWOOD of PHOENIX, ARIZONA

its true and lawful Attorney(s)-in-Fact, with full power and authority to each of said Attorney(s)-in-Fact, in their separate capacity if more than one is named above, to sign, execute and acknowledge any and all bonds and undertakings and other writings obligatory in the nature thereof on behalf of the company in its business of guaranteeing the fidelity of persons holding places of public or private trust; guaranteeing the performance of contracts other than insurance policies; guaranteeing the performance of insurance contracts where surety bonds are accepted by states and municipalities, and executing or guaranteeing bonds and undertakings required or permitted in all actions or proceedings or by law allowed.

RECEIVED
DEC 23 1983
O & G CONS. COMM.

and to bind the HARTFORD ACCIDENT AND INDEMNITY COMPANY thereby as fully and to the same extent as if such bonds and undertakings and other writings obligatory in the nature thereof were signed by an Executive Officer of the HARTFORD ACCIDENT AND INDEMNITY COMPANY and sealed and attested by one other of such Officers, and hereby ratifies and confirms all that its said Attorney(s)-in-Fact may do in pursuance hereof.

This power of attorney is granted by and under authority of the following provisions:

(1) By-Laws adopted by the Stockholders of the HARTFORD ACCIDENT AND INDEMNITY COMPANY at a meeting duly called and held on the 10th day of February, 1943.

ARTICLE IV

SECTION 8. The President or any Vice-President, acting with any Secretary or Assistant Secretary, shall have power and authority to appoint, for purposes only of executing and attesting bonds and undertakings and other writings obligatory in the nature thereof, one or more Resident Vice-Presidents, Resident Assistant Secretaries and Attorneys-in-Fact and at any time to remove any such Resident Vice-President, Resident Assistant Secretary, or Attorney-in-Fact, and revoke the power and authority given to him.

SECTION 11. Attorneys-in-Fact shall have power and authority, subject to the terms and limitations of the power of attorney issued to them, to execute and deliver on behalf of the Company and to attach the seal of the Company thereto any and all bonds and undertakings, and other writings obligatory in the nature thereof, and any such instrument executed by any such Attorney-in-Fact shall be as binding upon the Company as if signed by an Executive Officer and sealed and attested by one other of such Officers.

(2) Excerpt from the Minutes of a meeting of the Board of Directors of the HARTFORD ACCIDENT AND INDEMNITY COMPANY duly called and held on the 11th day of June, 1976:

RESOLVED: Robert N. H. Sener, Assistant Vice-President and Thomas F. Delaney, Assistant Vice-President, shall each have as long as he holds such office the same power as any Vice-President under Sections 6, 7 and 8 of Article IV of the By-Laws of the Company.

This power of attorney is signed and sealed by facsimile under and by the authority of the following Resolution adopted by the Directors of the HARTFORD ACCIDENT AND INDEMNITY COMPANY at a meeting duly called and held on the 6th day of August, 1976.

RESOLVED That, whereas Robert N. H. Sener, Assistant Vice-President and Thomas F. Delaney, Assistant Vice-President, acting with any Secretary or Assistant Secretary, each have the power and authority, as long as he holds such office, to appoint by a power of attorney, for purposes only of executing and attesting bonds and undertakings and other writings obligatory in the nature thereof, one or more Resident Vice-Presidents, Assistant Secretaries and Attorneys-in-Fact;

Now, therefore, the signatures of such Officers and the seal of the Company may be affixed to any such power of attorney or to any certificate relating thereto by facsimile, and any such power of attorney or certificate bearing such facsimile signatures or facsimile seal shall be valid and binding upon the Company and any such power so executed and certified by facsimile signatures and facsimile seal shall be valid and binding upon the Company in the future with respect to any bond or undertaking to which it is attached.

In Witness Whereof, the HARTFORD ACCIDENT AND INDEMNITY COMPANY has caused these presents to be signed by its Assistant Vice-President, and its corporate seal to be hereto affixed, duly attested by its Secretary, this 9th day of August, 1976.

HARTFORD ACCIDENT AND INDEMNITY COMPANY

Mary Scharf
Mary Scharf, Secretary



Thomas F. Delaney
Thomas F. Delaney
Assistant Vice-President

STATE OF CONNECTICUT, }
COUNTY OF HARTFORD, } ss.

On this 9th day of August, A.D. 1976, before me personally came Thomas F. Delaney, to me known, who being by me duly sworn, did depose and say: that he resides in the County of Hartford, State of Connecticut; that he is the Assistant Vice-President of the HARTFORD ACCIDENT AND INDEMNITY COMPANY, the corporation described in and which executed the above instrument; that he knows the seal of the said corporation; that the seal affixed to the said instrument is such corporate seal; that it was so affixed by order of the Board of Directors of said corporation and that he signed his name thereto by like order.

STATE OF CONNECTICUT, }
COUNTY OF HARTFORD, } ss.



Gloria Mazotas
Gloria Mazotas, Notary Public
My Commission Expires March 31, 1983

CERTIFICATE

I, the undersigned, Assistant Secretary of the HARTFORD ACCIDENT AND INDEMNITY COMPANY, a Connecticut Corporation, DO HEREBY CERTIFY that the foregoing and attached POWER OF ATTORNEY remains in full force and has not been revoked; and furthermore, that Article IV, Sections 8 and 11, of the By-Laws of the Company, and the Resolutions of the Board of Directors, set forth in the Power of Attorney, are now in force.

Signed and sealed at the City of Hartford, Dated the 23rd day of November 19 83



John E. Lukens
John E. Lukens
Assistant Secretary



OFFICE OF

Oil and Gas Conservation Commission

STATE OF ARIZONA

1645 WEST JEFFERSON, SUITE 420

PHOENIX, ARIZONA 85007

PHONE: (602) 255-5161

RECEIVED

DEC 12 1983

O & G CONS. COMM.

OK

December 6, 1983

Ms. Minita M. Freeman
Sanchez-O'Brien Oil & Gas Corporation
P. O. Box 2986
Laredo, Texas 78041

Re: Blanket Bond No. 450-4727

Dear Ms. Freeman:

This letter is to acknowledge that subject bond has been received in this office.

Please note that the corporate seal of the principal, Sanchez-O'Brien Oil & Gas Corporation, was not affixed to the bond. Please make this correction and return two copies to me.

I presume that this bond is to replace Blanket Bond No. 72-0130-12283-81-5 filed with this office on January 8, 1982. Please advise.

If you have any questions on this matter, please call.

Sincerely,

R. A. Ybarra

R. A. Ybarra
Enforcement Director

RAY:sjb

Enclosures

Please see att

1-6-84

*Karabees / Ybarra
John talked to SOB
regarding bond as
filed w/ Comm. Bond
w/ be filed (refiled)
correctly in due
time*



OFFICE OF

Oil and Gas Conservation Commission

STATE OF ARIZONA

1645 WEST JEFFERSON, SUITE 420

PHOENIX, ARIZONA 85007

PHONE: (602) 255-5161

RECEIVED

DEC 12 1983

O & G CONS. COMM.

AKS

December 6, 1983

Ms. Minita M. Freeman
Sanchez-O'Brien Oil & Gas Corporation
P. O. Box 2986
Laredo, Texas 78041

Re: Blanket Bond No. 450-4727

Dear Ms. Freeman:

This letter is to acknowledge that subject bond has been received in this office.

Please note that the corporate seal of the principal, Sanchez-O'Brien Oil & Gas Corporation, was not affixed to the bond. Please make this correction and return two copies to me.

I presume that this bond is to replace Blanket Bond No. 72-0130-12283-81-5 filed with this office on January 8, 1982. Please advise.

If you have any questions on this matter, please call.

Sincerely,

R. A. Ybarra
R. A. Ybarra
Enforcement Director

RAY:sjb

Enclosures

Please see attached.

M. M. Freeman



SUITE 245
2212 N.W. 50TH STREET
OKLAHOMA CITY, OKLA. 73112
TEL. AC 405/848-1851

SANCHEZ-O'BRIEN
OIL & GAS CORPORATION

*By
AKK
File*

RECEIVED

MAY 20 1983

O & G CONS. COMM.

May 17, 1983

Mr. A. K. Doss, Executive Director
Arizona Oil & Gas Conservation Commission
1645 W. Jefferson
Suite 420
Phoenix, AZ 85007

RE: Sanchez-O'Brien Oil & Gas Corp.
Federal 1-4 Fed. Lease No. a-9039
4-4N-12E GSRM
Gila County, Arizona

Dear Mr. Doss:

Attached are lab reports on the water zones in the above well.
I have calculated Rw values as follows:

846'	-	Rw	.36
1521'	-	Rw	6.69
1900'	-	Rw	3.70.

The 1521' zone made about a 1" stream flowing. The 1900' zone made about a 2½' stream flowing and had 63 psi instant shut in pressure (this is a good Artesian reservoir.)

Submitted by,

Charles O. Tucker

Charles O. Tucker
Consulting Geologist

COT/lmt
enclosures

KARABEES AGENCIES

5513 NORTH 79TH PLACE
SCOTTSDALE, ARIZONA 85253
(602) 941-8763

4/210

Permit 838

April 24, 1983

Arizona Bureau of Mines
University of Arizona
Tucson, Arizona 85721

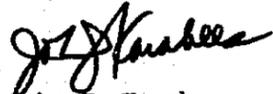
Subject: SOBOG Federal 1-4, Gila County, Arizona
4-T4N, R12E

Gentlemen:

In accordance with regulation 119., enclosed is a set of cuttings from the subject well for your records.

The subject well will remain in confidential status for 6 months following its plugging on April 23, 1983.

Very truly yours,



John J. Karabees
Agent for Sanchez-O'Brien Oil and Gas Corporation

cc: Mr. Charles O. Tucker, Sanchez-O'Brien

RECEIVED

JAN 8 1981

O & G CONS. COMM.

PERFORMANCE BOND

KNOW ALL MEN BY THESE PRESENTS

Bond Serial No. 72-0130-12283-81-5

That we: SANCHEZ-O'BRIEN OIL & GAS CORPORATION, P. O. BOX 2986, LAREDO

of the County of WEBB in the State of TEXAS 78041

as principal, and UNITED STATES FIDELITY AND GUARANTY COMPANY

of BRANCH OFFICE AT 300 TOWER LIFE BUILDING, SAN ANTONIO, TEXAS 78205 AUTHORIZED TO DO BUSINESS WITHIN the State of Arizona.

as surety, are held and firmly bound unto the State of Arizona and the Oil and Gas Conservation Commission, hereinafter referred to as the "Commission", in the penal sum of Twenty Five Thousand (\$25,000.00) lawful money of the United States, for which payment, well and truly to be made, we bind ourselves, and each of us, and each of our heirs, executors, administrators or successors, and assigns jointly and severally, firmly by these presents.

The conditions of this obligation are that, whereas the above bounden principal proposes to drill a well or wells for oil, gas or stratigraphic purposes in and upon the following described land situated within the State, to-wit:

State Wide

(May be used as blanket bond or for single well)

NOW, THEREFORE, if the above bounden principal shall comply with all the provisions of the Laws of this State and the rules, regulations and orders of the Commission, especially with reference to the requirements of A.R.S. §27-516, providing for the proper drilling, casing and plugging of said well or wells, and filing with the Oil and Gas Conservation Commission all notices and records required by said Commission, then in the event said well or wells do not produce oil or gas in commercial quantities, or cease to produce oil or gas in commercial quantities, this obligation is void; otherwise it shall remain in full force and effect.

Whenever the principal shall be, and declared by the Oil and Gas Conservation Commission in violation of the Laws of this State and the rules, regulations and orders of the Commission, the surety shall promptly:

- 1. Remedy the violation by its own efforts, or
2. Obtain a bid or bids for submission to the Commission to remedy the violation, and upon determination by the Commission and the Surety of the lowest responsible bidder, arrange for a contract between such bidder and the Commission, and make available as work progresses sufficient funds to pay the cost of remedying the violation; but not exceeding, including other costs and damages for which the surety may be liable hereunder, the amount set forth in the first paragraph hereof.

Liability under this bond may not be terminated without written permission of this Commission.

WITNESS our hands and seals, this 27th day of October, 19 81

SANCHEZ-O'BRIEN OIL & GAS CORPORATION

M. N. FREEMAN

Principal

SR. VICE PRESIDENT

27th day of October, 19 81

WITNESS our hands and seals this

UNITED STATES FIDELITY & GUARANTY COMPANY

W. N. Ridout

Surety, Resident Arizona Agent If issued in a state other than Arizona)

(If the principal is a corporation, the bond should be executed by its duly authorized officers, with the seal of the corporation affixed. When principal or surety executes this bond by agent, power of attorney or other evidence of authority must accompany the bond.)

Approved Date 1-11-82 STATE OF ARIZONA OIL & GAS CONSERVATION COMMISSION By: R. G. yfana

STATE OF ARIZONA OIL & GAS CONSERVATION COMMISSION CANCELLED DATE 8-13-84

Permit No. Blanket

CERTIFIED COPY

GENERAL POWER OF ATTORNEY

No. 81778

Know all Men by these Presents:

That UNITED STATES FIDELITY AND GUARANTY COMPANY, a corporation organized and existing under the laws of the State of Maryland, and having its principal office at the City of Baltimore, in the State of Maryland, does hereby constitute and appoint George O. Jackson, Alan G. Jackson and Olga Flores

of the City of Laredo, State of Texas, its true and lawful attorneys in and for the State of Texas

for the following purposes, to wit:

To sign its name as surety to, and to execute, seal and acknowledge any and all bonds, and to respectively do and perform any and all acts and things set forth in the resolution of the Board of Directors of the said UNITED STATES FIDELITY AND GUARANTY COMPANY, a certified copy of which is hereto annexed and made a part of this Power of Attorney; and the said UNITED STATES FIDELITY AND GUARANTY COMPANY, through us, its Board of Directors, hereby ratifies and confirms all and whatsoever ~~the same~~ anyone of the said George O. Jackson and the said Alan G. Jackson and the said Olga Flores

may lawfully do in the premises by virtue of these presents.

In Witness Whereof, the said UNITED STATES FIDELITY AND GUARANTY COMPANY has caused this instrument to be sealed with its corporate seal, duly attested by the signatures of its Vice-President and Assistant Secretary, this 19th day of February, A. D. 19 71

UNITED STATES FIDELITY AND GUARANTY COMPANY.

(Signed) By Karl H. Doerre, Vice-President.

(SEAL) (Signed) Charles O. Mullennix, Assistant Secretary.

STATE OF MARYLAND, BALTIMORE CITY, ss:

On this 19th day of February, A. D. 1971, before me personally came Karl H. Doerre, Vice-President of the UNITED STATES FIDELITY AND GUARANTY COMPANY and Charles O. Mullennix, Assistant Secretary of said Company, with both of whom I am personally acquainted, who being by me severally duly sworn, said that they resided in the City of Baltimore, Maryland; that they, the said Karl H. Doerre and Charles O. Mullennix were respectively the Vice-President and the Assistant Secretary of the said UNITED STATES FIDELITY AND GUARANTY COMPANY, the corporation described in and which executed the foregoing Power of Attorney; that they each knew the seal of said corporation; that the seal affixed to said Power of Attorney was such corporate seal, that it was so fixed by order of the Board of Directors of said corporation, and that they signed their names thereto by like order as Vice-President and Assistant Secretary, respectively, of the Company. My commission expires the first day in July, A. D. 19 74.

(SEAL) (Signed) Herbert J. Aull, Notary Public.

STATE OF MARYLAND, BALTIMORE CITY, } Sect.

I, Robert H. Bouse, Clerk of the Superior Court of Baltimore City, which Court is a Court of Record, and has a seal, do hereby certify that Herbert J. Aull, Esquire, before whom the annexed affidavits were made, and who has thereto subscribed his name, was at the time of so doing a Notary Public of the State of Maryland, in and for the City of Baltimore, duly commissioned and sworn and authorized by law to administer oaths and take acknowledgments, or proof of deeds to be recorded therein. I further certify that I am acquainted with the handwriting of the said Notary, and verily believe the signature to be his genuine signature.

In Testimony Whereof, I hereto set my hand and affix the seal of the Superior Court of Baltimore City, the same being a Court of Record, this 19th day of February, A. D. 19 71

(SEAL) (Signed) Robert H. Bouse, Clerk of the Superior Court of Baltimore City.

3

[Redacted]

COPY OF RESOLUTION

That Whereas, it is necessary for the effectual transaction of business that this Company appoint agents and attorneys with power and authority to act for it and in its name in States other than Maryland, and in the Territories of the United States and in the Provinces of the Dominion of Canada and in the Colony of Newfoundland.

Therefore, be it Resolved, that this Company do, and it hereby does, authorize and empower its President or either of its Vice-Presidents in conjunction with its Secretary or one of its Assistant Secretaries, under its corporate seal, to appoint any person or persons as attorney or attorneys-in-fact, or agent or agents of said Company, in its name and as its act, to execute and deliver any and all contracts guaranteeing the fidelity of persons holding positions of public or private trust, guaranteeing the performances of contracts other than insurance policies and executing or guaranteeing bonds and undertakings, required or permitted in all actions or proceedings, or by law allowed, and

Also, in its name and as its attorney or attorneys-in-fact, or agent or agents to execute and guarantee the conditions of any and all bonds, recognizances, obligations, stipulations, undertakings or anything in the nature of either of the same, which are or may be by law, municipal or otherwise, or by any Statute of the United States or of any State or Territory of the United States or of the Provinces of the Dominion of Canada or of the Colony of Newfoundland, or by the rules, regulations, orders, customs, practice or discretion of any board, body, organization, office or officer, local, municipal or otherwise, be allowed, required or permitted to be executed, made, taken, given, tendered, accepted, filed or recorded for the security or protection of, by or for any person or persons, corporation, body, office, interest, municipality or other association or organization whatsoever, in any and all capacities whatsoever, conditioned for the doing or not doing of anything or any conditions which may be provided for in any such bond, recognizance, obligation, stipulation, or undertaking, or anything in the nature of either of the same.

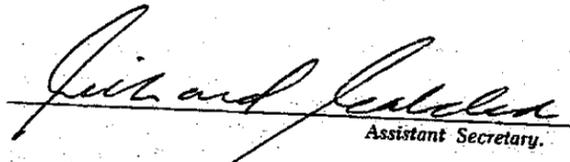
I, **Richard Calder**, an Assistant Secretary of the UNITED STATES FIDELITY AND GUARANTY COMPANY, do hereby certify that the foregoing is a full, true and correct copy of the original power of attorney given by said Company to

George O. Jackson, Alan G. Jackson and Olga Flores

of **Laredo, Texas**, authorizing and empowering **them** to sign bonds as therein set forth, which power of attorney has never been revoked and is still in full force and effect.

And I do further certify that said Power of Attorney was given in pursuance of a resolution adopted at a regular meeting of the Board of Directors of said Company, duly called and held at the office of the Company in the City of Baltimore, on the 11th day of July, 1910, at which meeting a quorum of the Board of Directors was present, and that the foregoing is a true and correct copy of said resolution, and the whole thereof as recorded in the minutes of said meeting.

In Testimony Whereof, I have hereunto set my hand and the seal of the UNITED STATES FIDELITY AND GUARANTY COMPANY on **October 27, 1981**.
(Date)


Assistant Secretary.

February 9, 1983

Mr. Charles O. Tucker, Agent
Sanchez-O'Brien Oil & Gas Corp.
2212 N.W. 50th St., Ste. 245
Oklahoma City, OK 73112

Re: State Permit 838
Sanchez-O'Brien 1-4 Federal

Dear Mr. Tucker:

Enclosed are approved Performance Bond, approved Application for Permit to Drill, Permit to Drill, receipt, and instructions for progress reports and handling of samples. Also enclosed are forms for well completion and plugging.

If we can be of further assistance, please advise.

Sincerely,

R. A. Ybarra
Enforcement Director

/os
Encl.

2212 N.W. 50 th Street
Oklahoma City, OK 73112
February 7, 1983

RECEIVED

FEB 7 1983

O & G CONS. COMM.

Mr. A. K. Doss
Executive Director
Arizona Oil & Gas
Conservation Commission
1645 W. Jefferson
Suite 420
Phoenix, Arizona 85007

Subject: Sanchez-O'Brien Oil & Gas Corporation
Roosevelt Lake Area Proposed Drilling Locations

Dear Mr. Doss:

Sanchez-O'Brien Oil & Gas Corporation elects to classify the data to be obtained from the Federal No. 1-4, T4N, R12E, Section 4; and the Federal No. 1-5, T4N, R13E, Section 5, as confidential.

Your cooperation in this matter will be greatly appreciated.

Very truly yours,



Charles O. Tucker
Agent for Sanchez-O'Brien Oil & Gas Corporation

ORGANIZATION REPORT

RECEIVED

FEB 7 1983

Full Name of the Company, Organization, or Individual
Sanchez-O'Brien Oil & Gas Corporation O & G CONS. COMM.

Post Office Address (Box or Street Address)
P. O. Box 2986, Laredo, Texas 78041

Plan of Organization (State whether organization is a corporation, joint stock association, firm or partnership, or individual)
Corporation

Purpose of Organization (State type of business in which engaged)
Oil and Gas Exploration

If a reorganization, give name and address of previous organization.
N/A

If a foreign corporation, give (1) State where incorporated	(2) Name and post office address of state agent	(3) Date of permit to do business in state
Delaware	CT Corporation System 14 North 18th Avenue Phoenix, Arizona	6/28/78
Principal Officers or Partners (if partnership) NAME	TITLE	POST OFFICE ADDRESS
Brian O'Brien	President	19 Briar Hollow Lane, Suite 200 Houston, Texas 77027
Minita M. Freeman	Sr. V. P. and Treasurer	P. O. Box 2986 Laredo, Texas 78041
Woodrow Epperson	V. P. and Secretary	19 Briar Hollow Lane, Suite 200 Houston, Texas 77027

DIRECTORS NAME	POST OFFICE ADDRESS
A. R. Sanchez, Sr., Chairman	P. O. Box 2986, Laredo, Texas 78041
A. R. Sanchez, Jr. Vice Chairman	P. O. Box 2986, Laredo, Texas 78041
Brian O'Brien	19 Briar Hollow Lane, Suite 200, Houston, TX
Minita M. Freeman	P. O. Box 2986, Laredo, Texas 78041

CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the Agent of the Sanchez-O'Brien Oil & Gas Corporation (company), and that I am authorized by said company to make this report; and that this report was prepared under my supervision and direction and that the facts stated therein are true, correct and complete to the best of my knowledge.

Charles D. Tucker
 Signature

2-7-83
 Date

STATE OF ARIZONA
 OIL & GAS CONSERVATION COMMISSION
 Organization Report
 File One Copy
 Form No. 1



706 MAHER
P.O. BOX 2986
LAREDO, TEXAS 78041
TEL. AC 512 / 722-8092

RECEIVED
JAN 8 1982
O & G CONS. COMM.

SANCHEZ-O'BRIEN
OIL & GAS CORPORATION

AKO
RAY ✓
CWB ✓
OS. —

January 5, 1982

State of Arizona
Oil & Gas Conservation Commission
1645 W. Jefferson, Suite 420
Phoenix, Arizona 85007

Dear Sirs:

Enclosed is application for a state wide performance bond and an organization report.

Should you have any questions, please do call me.

Sincerely,

R. V. Lunday
R. V. Lunday
General Accounting Manager

RVL:vdv

Enclosure