Dear Oil, Gas, and Geothermal Reporter:

As you are aware, the Minerals Revenue Management (MRM) is reengineering its financial system. As a result of reengineering, we have made numerous changes in reporting formats and processes, effective October 1, 2001. The oil, gas, and geothermal reporter training seminars offered this year will focus on these reporting changes. This year especially, training is a good investment of time and effort for you and MRM. Proper reporting enables us to disburse revenues to the states and Indians in a timely manner and allows you to reduce costly follow-up efforts and the possibility of assessment actions.

This training is your opportunity to gain information from MRM personnel on various topics and to work together toward common goals of timely, accurate reporting. Enclosed you will find a schedule listing seminars MRM has planned through September 2001. This information was previously provided to you in a letter dated April 9, 2001. Since that time, we have added a session in Bakersfield, California. Also, it should be noted that important changes in reporting geothermal properties will be discussed in the Reno, Nevada, training seminar. The seminars will cover topics related to the following areas:

- **Report of Sales and Royalty Remittance (Form MMS-2014)**

  Effective October 1, 2001, the Report of Sales and Royalty Remittance (Form MMS-2014) has been modified and streamlined. These modifications, as well as basic reporting instructions, will be topics at the seminars.

  The current and the revised Form MMS-2014 report forms can be viewed at [http://www.mrm.mms.gov/ReportingServices/Forms/Forms.htm](http://www.mrm.mms.gov/ReportingServices/Forms/Forms.htm).

- **Oil and Gas Operations Report (OGOR) (Form MMS-4054)**

  Effective October 1, 2001, the Monthly Report of Operations (Form MMS-3160) will be eliminated. After this date, all oil and gas operators must report production information on the OGOR. The data elements of the OGOR, as well as basic reporting instructions, will be topics at the seminars.

  The current and the revised OGOR report forms can be viewed at [http://www.mrm.mms.gov/ReportingServices/Forms/Forms.htm](http://www.mrm.mms.gov/ReportingServices/Forms/Forms.htm).
• **Electronic Reporting Requirements**

The following three electronic reporting options are available to all reporters (enhancements to these options will be available October 1, 2001):

**Option 1** — Prepare report forms on the Internet;

**Option 2** — Use software provided by our electronic commerce service provider, Peregrine Systems (Peregrine), formerly Harbinger Corporation; or

**Option 3** — Send an X12 EDI file to Peregrine.

Each of these reporting options will be discussed at the seminars. These electronic reporting options are also described at [http://www.mrm.mms.gov/ReportingServices/ElecComm/ECOptions.htm](http://www.mrm.mms.gov/ReportingServices/ElecComm/ECOptions.htm).

To register for these seminars, call 1-800-525-0306 or 303-231-3301, or send an e-mail to Reporter.Training@MMS.Gov and provide your name, company, phone number, and the seminar date and location for which you are registering. If you have any questions or if you will need any special accommodations or auxiliary aids during training, please provide this information when you register. You need to register as soon as possible because we anticipate a large number of participants and we may need to limit the number of attendees per company. In addition, we will cancel seminars if attendance is not sufficient and add seminars if demand dictates.

This training is provided to you at no charge except for your own travel and related expenses. Please note that these seminars do not cover topics related to solid minerals. A separate Dear Reporter letter will be sent concerning solid mineral training. Please call 1-888-201-6416 for information related to solid minerals.

If you have any questions or need additional information on these seminars, please contact Linda Whitfield at 1-800-525-0309, extension 3807, or 303-231-3807. We look forward to seeing you at one of these training seminars.

Sincerely,

Michael A. Miller  
Chief, Financial Management

Enclosure
MINERALS MANAGEMENT SERVICE
INDUSTRY TRAINING SCHEDULE
July – September, 2001

Denver, Colorado (seminar full)
Tuesday July 17, 2001 Royalty
Wednesday July 18, 2001 Onshore Production

Houston, Texas (seminar full)
Tuesday July 24, 2001 Royalty
Wednesday July 25, 2001 Onshore Production

Thursday July 26, 2001 Royalty
Friday July 27, 2001 Offshore Production

Oklahoma City, Oklahoma
Tuesday August 7, 2001 Royalty
Wednesday August 8, 2001 Onshore Production

Dallas, Texas
Tuesday August 7, 2001 Royalty
Wednesday August 8, 2001 Onshore Production

Tulsa, Oklahoma
Thursday August 9, 2001 Royalty
Friday August 10, 2001 Onshore Production

Dallas, Texas
Thursday August 9, 2001 Royalty
Friday August 10, 2001 Offshore Production

Farmington, New Mexico
Tuesday August 14, 2001 Royalty
Wednesday August 15, 2001 Onshore Production
<table>
<thead>
<tr>
<th>Location</th>
<th>Date Range</th>
<th>Activities</th>
</tr>
</thead>
<tbody>
<tr>
<td>Roswell, New Mexico</td>
<td>August 16, 2001 - 17, 2001</td>
<td>Royalty, Onshore Production</td>
</tr>
<tr>
<td>Casper, Wyoming</td>
<td>August 21, 2001 - 22, 2001</td>
<td>Royalty, Onshore Production</td>
</tr>
<tr>
<td>Salt Lake City, Utah</td>
<td>August 23, 2001 - 24, 2001</td>
<td>Royalty, Onshore Production</td>
</tr>
<tr>
<td>Reno, Nevada</td>
<td>September 11, 2001 - 12, 2001</td>
<td>Royalty, Onshore Production, Geothermal Valuation</td>
</tr>
<tr>
<td>Houston, Texas</td>
<td>September 11, 2001 - 12, 2001</td>
<td>Royalty, Onshore Production</td>
</tr>
<tr>
<td>Houston, Texas</td>
<td>September 13, 2001 - 14, 2001</td>
<td>Royalty, Offshore Production</td>
</tr>
<tr>
<td>Denver, Colorado</td>
<td>September 20, 2001 - 21, 2001</td>
<td>Royalty, Onshore Production</td>
</tr>
<tr>
<td>Bakersfield, California</td>
<td>September 24, 2001 - 25, 2001</td>
<td>Royalty, Onshore Production</td>
</tr>
</tbody>
</table>