



# United States Department of the Interior

MINERALS MANAGEMENT SERVICE

Washington, DC 20240

CVD  
Mail Stop 3670

**AUG 19 1998**

Dear Operator/Payor:

We notified you by a letter dated July 7, 1998, that at least one of your Federal oil and gas leases was selected for possible inclusion in the royalty-in-kind pilot project that the Minerals Management Service (MMS) of the U.S. Department of the Interior is implementing in partnership with the State of Wyoming on October 1, 1998.

The competitive bidding process has been completed, and at least one of your properties was successfully bid. The attached list shows all properties included in the first 6-month term of the pilot and also the winning bidders. You can also find this list on the Royalty Management Program's Home Page ([www.rmp.mms.gov](http://www.rmp.mms.gov)) under "Our Future--Royalty In Kind Study Pilots."

The operator of each property listed in the attachment will be required to deliver crude oil royalty volumes equal to the volume of oil production times the lease royalty rate percentage applicable to each production month to the royalty oil purchaser at the applicable royalty meter or tank. Any plans you are currently making for crude oil production, storage, transportation, and sales should take into account that the royalty percentage of your production from the identified property(ies) will be delivered to our oil purchaser(s) beginning October 1, 1998.

We will hold a meeting in Casper, Wyoming on September 15, 1998, to discuss delivery, reporting, communication, and imbalance issues with interested operators, payors, and oil purchasers. You may check the Federal Register and the Royalty Management Program's Home Page after September 1, 1998, for the time and location of the meeting. In the meantime, if you have any questions about the pilot, please call Mr. Bonn Macy at 202-208-3827.

Sincerely,

*for* Lucy Querques Denett  
Associate Director for  
Royalty Management

Attachment

**MMS/Wyoming Oil Royalty In-Kind Pilot  
 Invitation for Bid No. 3947  
 Schedule of Properties, Operators, and Winning Bidders**

Line Code	Unit or Field Name	Operator Number	Operator	Federal Agre. No.	Winning Bidder
PSR5800	American	K0044	Aexco Petroleum	84688U0270	Trans Canada/North Ridge Energy
PSR3400	Superhornet	K1148	Ballard Petroleum	W 125262X	Trans Canada/North Ridge Energy
PSR3500	Victor	K1148	Ballard Petroleum	84686U9910	Trans Canada/North Ridge Energy
PSR3600	North Wallace	K1148	Ballard Petroleum	049111052U	Trans Canada/North Ridge Energy
B2300	Wagonhound	K1591	Boelens Well Service	0640659970	Trans Canada/North Ridge Energy
PSR2950	Shippy	B3016	Brown Operating	0490554070	Trans Canada/North Ridge Energy
PSR2951	Shippy	B3016	Brown Operating	0490927770	Trans Canada/North Ridge Energy
PSR0100	Adon North	K0568	C&H Well Service	0491011010	EOTT
B1900.3.4	Slick Creek	K0144	Carol Holly Oil	0490323650	Scurlock-Permian
B2003	South Frisby	K0144	Carol Holly Oil	0490117740	Scurlock-Permian
B2004	South Frisby	K0144	Carol Holly Oil	0490595070	Scurlock-Permian
B2006	South Frisby	K0144	Carol Holly Oil	0490745360	Scurlock-Permian
B0300	Enigma (Tensleep)	16913	Citation O&G	W 112017X	Cenex
B1100	Little Buffalo	16913	Citation O&G	892000365C	Cenex
B1101	Little Buffalo	16913	Citation O&G	892000365A	Cenex
B1102	Little Buffalo	16913	Citation O&G	892000365D	Cenex
B1103	Little Buffalo	16913	Citation O&G	892000365E	Cenex
B1104	Little Buffalo	16913	Citation O&G	892000365F	Cenex
PSR0901	Cellers Ranch	16913	Citation O&G	048000436A	Trans Canada/North Ridge Energy
PSR2600	N. Rainbow Ranch	16913	Citation O&G	8910210630	Trans Canada/North Ridge Energy
B2002	South Frisby	27517	Continental Resources	0490117730	EOTT
B2501	Rattlesnake	27517	Continental Resources	048254904A	EOTT
B2502	Rattlesnake	27517	Continental Resources	048314025B	EOTT
B2503	Rattlesnake	27517	Continental Resources	0481876460	EOTT
PSR0800	Candy Draw	K1513	Costilla Energy	84687U9500	Western Gas Resources
PSR4400	South Robinson	K1513	Costilla Energy	0481799300	Trans Canada/North Ridge Energy
PSR1400	Dry Gulch	B3188	Duncan Oil	W 109088X	Western Gas Resources
PSR2000	Mallard	21673	Eland Energy	W 132734X	Western Gas Resources
B0900	Harriman	K1382	Energy Operating	064043979A	Trans Canada/North Ridge Energy
PSR0500	Ash	49910	Fancher Oil	W 125237X	Trans Canada/North Ridge Energy
PSR1200	Deep Draw-Breaks	49910	Fancher Oil	0491219650	Trans Canada/North Ridge Energy
PSR2300	North Breaks	49910	Fancher Oil	W 119637X	Western Gas Resources
PSR3100	Soda Wells	49910	Fancher Oil	0491289910	EOTT
B0400	Four Bear	25825	Goldmark Engineering	8920001610	Scurlock-Permian
PSR0750	Camp Creek	K0328	H.D. Adams	048046410E	Trans Canada/North Ridge Energy
B2505	Rattlesnake	27695	Hanson Operating Co.	0490444610	EOTT
B2506	Rattlesnake	27695	Hanson Operating Co.	0490358760	EOTT
B2507	Rattlesnake	27695	Hanson Operating Co.	0490444600	EOTT
B2508	Rattlesnake	27695	Hanson Operating Co.	0490334410	EOTT
B1900.3.4	Slick Creek	28227	Herbaly Petroleum	0490323650	Scurlock-Permian
B2007	South Frisby	28227	Herbaly Petroleum	0490442550	Scurlock-Permian
PSR0900	Cellers Ranch	29090	Hunt Oil	W 119864	Trans Canada/North Ridge Energy
PSR0902	Cellers Ranch	29090	Hunt Oil	0491020610	Trans Canada/North Ridge Energy
PSR0903	Cellers Ranch	29090	Hunt Oil	0491063340	Trans Canada/North Ridge Energy
PSR1800	Indian Tree	29090	Hunt Oil	W 123878X	Western Gas Resources
PSR2400	Pownall Ranch	29090	Hunt Oil	8910209840	Western Gas Resources
PSR4800	Semlek West	29090	Hunt Oil	4940000520	EOTT
PSR4801	Semlek West	29090	Hunt Oil	4940000820	EOTT
PSR4802	Semlek West	29090	Hunt Oil	891012476A	EOTT
B3301	Neiber Dome	B3098	Intoil Inc.	0491376950	Trans Canada/North Ridge Energy
B3302	Neiber Dome	B3098	Intoil Inc.	0480000060	Trans Canada/North Ridge Energy
PSR0200	Adon Road	B3127	JN E&P	W 132741X	Western Gas Resources
PSR0601	Bracken	B3127	JN E&P	0490270420	Trans Canada/North Ridge Energy
PSR5100	Mellott Ranch	33010	Kaiser-Francis	0490630220	EOTT
PSR5200	Heath	33010	Kaiser-Francis	0490663860	EOTT
B3303	Neiber Dome	32926	KCS Mtn Resources	0490566630	Trans Canada/North Ridge Energy
B1201	Little Polecat	33710	Kirkwood O&G	0490492700	Trans Canada/North Ridge Energy
PSR1300	Deer Fly South	35260	Lario O&G	W 136878X	EOTT
PSR1700	Hilda	35260	Lario O&G	W 133833	EOTT
PSR2900	Sagebrush	35260	Lario O&G	W 140441	EOTT

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B2400	Waugh Dome	K0059	Manx Oil	0483142750	Trans Canada/North Ridge Energy
B0500	Garland (Em-Tn-Md)	C1015	Marathon	892000174A	Cenex
B0600	Gebo	C1015	Marathon	8920003630	Cenex
B0700	Grass Creek (Curtis)	C1015	Marathon	891006062A	Cenex
B0701	Grass Creek (Phos.)	C1015	Marathon	8910142000	Cenex
B1000	Kinney Coastal	C1015	Marathon	892000185A	Cenex
B1001	Kinney Coastal	C1015	Marathon	892000185B	Cenex
B1002	Kinney Coastal	C1015	Marathon	892000185C	Cenex
B1003	Kinney Coastal	C1015	Marathon	892000185E	Cenex
B1004	Kinney Coastal	C1015	Marathon	0640446940	Cenex
B1005	Kinney Coastal	C1015	Marathon	0640447690	Cenex
B1600	North Sunshine	C1015	Marathon	0640794300	Scurlock-Permian
B1700	Pitch Fork	C1015	Marathon	8920001130	Scurlock-Permian
B3101	Byron (Em-Ten)	C1015	Marathon	891012527A	Cenex
B3102	Byron (Mad "A")	C1015	Marathon	891002438B	Cenex
B2801	South Fork	K2004	Markus Production	0490499370	Trans Canada/North Ridge Energy
B1900.3.4	Slick Creek	37738	McRae & Henry	0490323650	Scurlock-Permian
B0800	Hamilton Dome	38083	Merit Energy	W 138881X	Cenex
B0802	Hamilton Dome	38083	Merit Energy	0490376990	Cenex
PSR1950	Little Mitchell Creek	42570	Osborn Heirs	8910086440	Western Gas Resources
PSR1951	Little Mitchell Creek	42570	Osborn Heirs	0480193090	Trans Canada/North Ridge Energy
PSR1000	Cullums	K0835	Pendragon Energy	0483113880	Trans Canada/North Ridge Energy
B1800	Sage Creek	K0266	Phoenix Production	8920005340	Trans Canada/North Ridge Energy
PSR0700	Cambridge	44965	Plains Petroleum	W 125233X	Western Gas Resources
PSR2200	North Adon Road	44965	Plains Petroleum	W 130885X	Trans Canada/North Ridge Energy
B1500	N. Rattlesnake	48800	Samson Resources	049002607A	Scurlock-Permian
B1801	Sage Creek	K0476	Schneider Oil	049057045A	Trans Canada/North Ridge Energy
PSR0400	Alpha	40067	Swift Energy	W 115090X	Trans Canada/North Ridge Energy
PSR1500	Falcon Ridge	34231	TBI Exploration	W 115054X	Trans Canada/North Ridge Energy
PSR3200	South Wallace	34231	TBI Exploration	W 129795X	Western Gas Resources
B0100	Black Mountain	A1790	I exaco	892000435A	Cenex
B0101	Black Mountain	A1790	Texaco	0620393210	Cenex
B3200	Neiber Dome	B3212	Timberline Production	0490188080	Scurlock-Permian
PSR1600	Gibbs	72520	True Oil	W 106645X	Trans Canada/North Ridge Energy
PSR1952	Little Mitchell Creek	72520	True Oil	0480421870	Trans Canada/North Ridge Energy
PSR3700	Winter Draw	K1617	UMC Petroleum	W 115064X	Western Gas Resources
PSR3800	Wolf Draw	K1617	UMC Petroleum	W 115093X	Western Gas Resources
B2800	South Fork	77140	Western Production Co.	8920005280	EOTT
PSR2700	Calamity Springs	79460	Yates Petroleum	W 127626X	Trans Canada/North Ridge Energy