



# United States Department of the Interior



MINERALS MANAGEMENT SERVICE  
Minerals Revenue Management  
P.O. Box 25165  
Denver, Colorado 80225-0165  
[www.mrm.mms.gov](http://www.mrm.mms.gov)

FEB 14 2005

Dear Operator:

In our "Dear Operator Letter" dated August 13, 2004, the Minerals Management Service (MMS) notified you of specific onshore Federal leases in Wyoming that were selected to participate in a crude oil Royalty in Kind (RIK) program. In accordance with the terms of that letter, we are notifying you of the termination of crude oil in-kind status of your onshore Federal leases in Wyoming.

The in-kind status of the leases listed in the enclosure terminates for crude oil on March 31, 2005, and the oil royalties will be payable in value rather than in kind, **effective April 1, 2005**. Please notify the appropriate working interests of the changes in royalty status for these leases.

You must continue to report crude oil production and royalties to MMS on the Oil and Gas Operations Report (OGOR). Effective April 1, 2005, you must report crude oil royalties in value on the Report of Sales and Royalty Remittance (Form MMS-2014) under the MMS reporting requirements specified in MMS regulations and the MMS Mineral Revenue Reporter Handbook at [http://www.mrm.mms.gov/Reporting\\_Services/PDFDocs/RevenueHandbook.pdf](http://www.mrm.mms.gov/Reporting_Services/PDFDocs/RevenueHandbook.pdf). Please visit our website at [www.mrm.mms.gov](http://www.mrm.mms.gov) for information regarding properties participating in RIK sales.

Sincerely,

Gregory W. Smith  
Deputy Program Manager  
Royalty In Kind

Enclosure

TAKE PRIDE  
IN AMERICA 

**Listing of Properties  
Royalty-In-Value  
Effective April 1, 2005**

Enclosure

<b>Line Code</b>	<b>Lease or Agreement Number</b>	<b>Lease or Agreement Name</b>	<b>Operator</b>	<b>Oil Type</b>	<b>Pipeline/Trucked</b>
B7276	8920004390	Elk Basin (Madison)	Anadarko	ASC	Clear Fork
B7277	892000439A	Elk Basin (Emb.-Ten.)	Anadarko	ASC	Clear Fork
B4000	891000463A	Cottonwood Creek (Phos)	Continental Resources	ASC	Cottonwood Creek Inc.
B0600	8920003630	Gebo	Phoenix Production	ASC	Red Butte
B5000	892000223A	Gooseberry "A"	Westport O&G	ASC	Red Butte
B5100	892000223B	Gooseberry "B"	Westport O&G	ASC	Red Butte
B0710	W 150174X	Grass Creek	Marathon	ASC	Red Butte
PSW1900	W 106652X	N. Buck Draw	Merit Energy	SC	Black Hills Trucking
PSW4479	8910210470	Powell Press. Maint. Unit	Merit Energy	SC	Black Hills Trucking