State 2 #2   C-2-23N-6W

BANNON ENERGY INC.

F. loc. 1183/N; 1594/W   Elev. 6670 GL   Spd. _____ Comp. _____ TD _____ PB _____

NSL-2799   S   30-0?9-24583   11-30-89

Casing S. _____ @ _____ W _____ Sx. _____ Int. _____ @ _____ W _____ Sx. _____ T. _____ @ _____ Gas
                Cu. ft.   Cu. ft.   Cu. ft.

Csg.Perf. _____   Prod. Stim. _____   Grav. _____   1st Del. Gas _____

I.P. _____   PSI After _____   Days GOR _____   1st Del. Oil _____

	BO/D MCF/D After	Hrs.	SICP		

TOPS	NetD	Well Log	Schd.	PC	Q	PW	PD	D	Ref.No.
Ojo Alamo	C-103	Plat X							
Kirtland	C-104	Electric Log							
Fruitland		C-122							
Pictured Cliffs	Ditr	Dfa							
Chacra	Datr	Doc							
Cliff House									
Menefee									
Point Lookout									
Mancos									
Gallup									
Greenhorn									
Dakota									
Entrada									

NetD X   TEST DATA   PC   Q   PW   PD   D   Ref.No.

Acres 161.58   NSL-2799

P
o
o
P

CounselorsGL/DKCo.RA   s   2   †23N   R 6W   U C Oper.Bannon Energy Inc.   Lse.   State 2   No. 2

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

WELL API NO.
30-039-24583

5. Indicate Type of Lease
STATE [X]   FEE [ ]

6. State Oil & Gas Lease No.
E-1207-1

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT"
(FORM C-101) FOR SUCH PROPOSALS.)

7. Lease Name or Unit Agreement Name

State 2

1. Type of Well:
   OIL WELL [X]   GAS WELL [ ]   OTHER

8. Well No.
2

2. Name of Operator
Bannon Energy Inc., C/O Daggett & Chenault Inc.

3. Address of Operator
3539 E. 30TH STREET, SUITE 7B, FARMINGTON, NM 87401

9. Pool name or Wildcat
Counselors/Gallup, Dakota

4. Well Location

Unit Letter __C__ : __1183__ Feet From The __North__ Line and __1594__ Feet From The __West__ Line

Section __2__   Township __23N__   Range __6W__   NMPM   __Rio Arriba__   County

10. Elevation *(Show whether DF, RKB, RT, GR, etc.)*
6670' GR

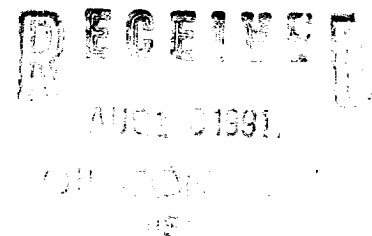11.   Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK [ ]   PLUG AND ABANDON [ ]

TEMPORARILY ABANDON [ ]   CHANGE PLANS [ ]

PULL OR ALTER CASING [ ]

OTHER: APD Cancellation [X]

SUBSEQUENT REPORT OF:

REMEDIAL WORK [ ]   ALTERING CASING [ ]

COMMENCE DRILLING OPNS. [ ]   PLUG AND ABANDONMENT [ ]

CASING TEST AND CEMENT JOB [ ]

OTHER: _____ [ ]

12. Describe Proposed or Completed Operations *(Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work)* SEE RULE 1103.

Bannon Energy does not intend to drill this location, as approved in the subject
APD, in the near future. Therefore, Bannon requests that the subject APD be cancelled.

ABANDONED LOCATION

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

SIGNATURE _____   TITLE __Permit & Right-Of-Way Agent__   DATE __8-7-91__

TYPE OR PRINT NAME   Robert S. Larson   TELEPHONE NO. __326-0074__

(This space for State Use)

APPROVED BY _____   TITLE _____   DATE _____

CONDITIONS OF APPROVAL, IF ANY: