

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Designation and Serial No. NMNM-36941
2. Name of Operator ENERDYNE LLC	6. If Indian, Allottee or Tribe Name
3. Address and Telephone No. P. O. BOX 502, ALBUQUERQUE, NM 87103	7. If Unit or CA, Agreement Designation
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1100' FNL & 1120' FWL SECTION 15, T-21-N, R-6-W	8. Well Name and No. ALAMOS CANYON #1
	9. API Well No. 30-043-20457
	10. Field and Pool, or Exploratory Area RUSTY CHACRA
	11. County or Parish, State SANDOVAL COUNTY NEW MEXICO

12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input checked="" type="checkbox"/> Other <u>SCHEDULED PRODUCTION</u>
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Dispose Water

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

13. 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.)

BASICALLY ALL OF THE GAS PRODUCTION ADJACENT TO THE ALAMOS CANYON #1 IS CONTROLLED BY ROGER MCCOWN, OWNER OF M & M OPERATING, VIA HIS GATHERING SYSTEM. IN JANUARY, 2001, M & M AND ENERDYNE AGREED IN PRINCIPAL TO A VERBAL ARRANGEMENT WHERE M & M WOULD PERFORM ALL WORK NECESSARY TO TIE-IN THE ALAMOS CANYON #1 INTO ITS TRUNK LINE LOCATED IN SECTION 10, T-21-N, R-6-W AND OPERATE THE WELL WAS IN PRODUCTION. ENERDYNE IN TURN WOULD BE RESPONSIBLE TO SECURE THE RIGHT-A-WAY AND PAY ALL TIE-IN COSTS.

ALTHOUGH ALL MATERIALS ARE ON SITE AND AVAILABLE FOR INSTALLATION, CONSTRUCTION HAS NOT COMMENCED, NOR IS IT CLEAR WHEN IT MAY, AS A RESULT OF MR. MCCOWN'S HEALTH. APPROXIMATELY TWO MONTHS AGO, MR. MCCOWN SUFFERED A HEART ATTACK AND IS CURRENTLY HAVING A DIFFICULT TIME. HE INFORMED ME TODAY THAT HE CAN NO LONGER DEAL WITH THE BUSINESS AND HAS TURNED TO HIS CHILDREN TO TAKE OVER THE OPERATIONS.

AT THIS POINT IN TIME, I CAN ONLY ASSUME THAT OUR AGREEMENT WILL BE HONORED, HOWEVER, IT IS OBVIOUS THAT THE TRANSITION WILL CREATE ADDITIONAL DELAY OF THE TIE-IN. THEREFORE, I AM REQUESTING A 90 DAY EXTENSION TO COMPLETE THE WORK AND PLACE THE ALAMOS CANYON #1 INTO PRODUCTION.

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

Signed [Signature] Title MEMBER Date 3-22-01
(This space for Federal or State office use)
Approved by _____ Title _____ Date 3/28/01
Conditions of approval, if any:

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

***See instruction on Reverse Side**