Form 3160-5 (June 1990)

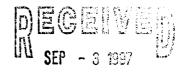
UNITED STATES

FORM APPROVED

Budget Bureau No. 1004-0135 DEPARTMENT OF THE INTERIOR Expires: March 31, 1993 **BUREAU OF LAND MANAGEMENT** 5. Lease Designation and Serial No. NM 44,453 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name 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 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well X Oil Well Other 8. Well Name and No. 2. Name of Operator San Isidro #7-3 & #7-11 PRIDE ENERGY COMPANY API Well No. 3. Address and Telephone No. 30-043-20860-00 S1 30-043-20729-00 S1 10. Field and Pool, or Exploratory Area P.O. Box 701602, Tulsa, OK 74170 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Rio Puerco 11. County or Parish, State K-07-20N-02W San Isidro, NM CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonment Change of Plans Recompletion New Construction Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection 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.)*

Pride Energy Company proposes to lay a one inch pipeline from the San Isidro #7-3well located in the NW 1/4 of Section 7-T20N-R2W in a Southerly direction for a distance of approximately one-half mile to the San Isidro #7-11 well, located in the SW 1/4 of Section 7-T20N-R2W which is a salt water disposal well, in order to pipe the salt water produced from the #7-3 well to the salt water disposal well being the #7-11 well. This pipeline will be buried in the same trench as the gas pipeline described in Sundry Notice dated July 31, 1997. Also, the Sundry Notice dated July 31, 1997 is to be amended to read "one-half inch" gas pipeline, rather than "one inch" gas pipeline.



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14. I hereby certify that the foregoing is true Indicorrect Signed John W. Pride	President of Pride Oil & Gas Co., Inc. as General Partner of Pride Energy August 4, 1997
(This space for Federal or State office use) Approved by Conditions of approval, if any:	Titl Chief, Lands and Mineral Resources Date 8/28/97
See Attached Cotto Fo	i on I case pepiline

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.

Conditions of Approval for Pride Energy's On-lease Pipeline

The operator will have contractor contact Pat Hester at (505) 761-8786 for a preconstruction meeting in the field prior to beginning construction. Construction zone will be marked at that time.

Pipelines will be constructed and tested for safety to current industry standards.

Construction will stay within 15' construction one along the pin-flags in the field.

Pipeline will be reseeded and waterbarred where necessary upon completion of the line.