State of New Mexico Energy, Minerals and Natural Resources Department

Revised 1-1-89

DISTRICT I P.O. Box 1980, Hobbs, NM 88240 DISTRICT II P.O. Drawer DD, Artesia, NM 88210 DISTRICT II P.O. Drawer DD, Artesia, NM 88210 Santa Fe, New Mexico 87504-2088		S. Indicate Type of Lease STATE XX FEE 6. State Oil & Gas Lease No. L-2986		
				DISTRICT III 1000 Rio Brazos Rd., Azsec, NM 87410
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 New Mexico State
1. Type of Well: OL GAS WELL XX WELL OTHER		New Mexico 3		
2 Name of Operator Graham Royalty, Ltd.			8. Well No. 1	
3. Address of Operator 1675 Larimer, Suite	400 Denver, CO 8	0202	9. Pool name or Wildcat Nageezi Gall	up
4. Wall Location Unit Letter 0 : 790 Section 32	Feet From The South	sw 8W	NMPM San Juan	East Line
Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING PULL OR ALTER CASING CASING TEST AND CEMENT JOB				
OTHER:		EMENI 306		
12 Describe Proposed or Completed Operations (Clearly state all pertunent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103. 1. MIRU Workover Unit. NU BOP stack. 2. Pull production equipment. 3. Isolate hole in casing with RBP and packer. 4. Establish circulation with water. Squeeze w/±500 sx Class G w/additives. Attempt to circulate to surface. 5. Pressure test squeeze. D.O.to top of RBP. Retrieve RBP. 6. After checking PBTD @ ±5428', perform clean-up acid job and return to production.				
I hereby certify that the information above is true	and complete to the best of my knowledge and	Petroleum	, DIST. 3 Engineer	8/9/89
TYPE OR FRINT NAME Terry S.	Holzwarth			(303) Lethone no. 629–1736
(This space for State Use) Original Signed by FR		SUPERVISOR DIST	RIOT SEE	AUG 1 0 1989