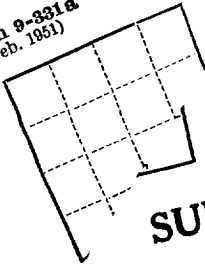


Form 9-331a
(Feb. 1951)



(SUBMIT IN TRIPLICATE)
UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

Land Office

Lease No. ST 07958

Unit L. E. Lockhart

SUNDRY NOTICES AND REPORTS ON WELLS

NOTICE OF INTENTION TO DRILL
NOTICE OF INTENTION TO CHANGE PLANS
NOTICE OF INTENTION TO TEST WATER SHUT-OFF
NOTICE OF INTENTION TO RE-DRILL OR REPAIR WELL
NOTICE OF INTENTION TO SHOOT OR ACIDIZE
NOTICE OF INTENTION TO PULL OR ALTER CASING
NOTICE OF INTENTION TO ABANDON WELL

SUBSEQUENT REPORT OF WATER SHUT-OFF
SUBSEQUENT REPORT OF SHOOTING OR ACIDIZING
SUBSEQUENT REPORT OF ALTERING CASING
SUBSEQUENT REPORT OF RE-DRILLING OR REPAIR
SUBSEQUENT REPORT OF ABANDONMENT
SUPPLEMENTARY WELL HISTORY

(INDICATE ABOVE BY CHECK MARK NATURE OF REPORT, NOTICE, OR OTHER DATA)

September 3, 1957

L. E. Lockhart
Well No. 3

is located 1980 ft. from [N] line and 1980 ft. from [E] line of sec. 33

33-1-18-1/4 Section 33
(1/4 Sec. and Sec. No.)
Unidentified (Gallup)
(Field)

25N
(Twp.)

San Juan
(County or Subdivision)

U.M.W.M.
(Meridian)

New Mexico
(State or Territory)

The elevation of the derrick floor above sea level is _____ ft.

DETAILS OF WORK

(State names of and expected depths to objective sands; show sizes, weights, and lengths of proposed casings; indicate mudding jobs, cementing points, and all other important proposed work)

It is our intention to drill Well No. 3 to approximately 5500' to test the Gallup formation. Our casing program is as follows:
300' of 10-3/4" OD casing, 32.75# E&H-40, cemented with 150 sks. reg. cement.
5500' of 5-1/2" OD casing, 14# SS J-55, cemented with 250 sks. reg. cement.

The designated drilling unit is the SW/4 NE/4 of Section 33-25N-10W, San Juan County, New Mexico.

I understand that this plan of work must receive approval in writing by the Geological Survey before operations may be commenced.

Company _____

Address _____

By _____

Title District Superintendent

NEW MEXICO OIL CONSERVATION COMMISSION

Well Location and Acreage Dedication Plat

Section A.

Date September 3, 1957

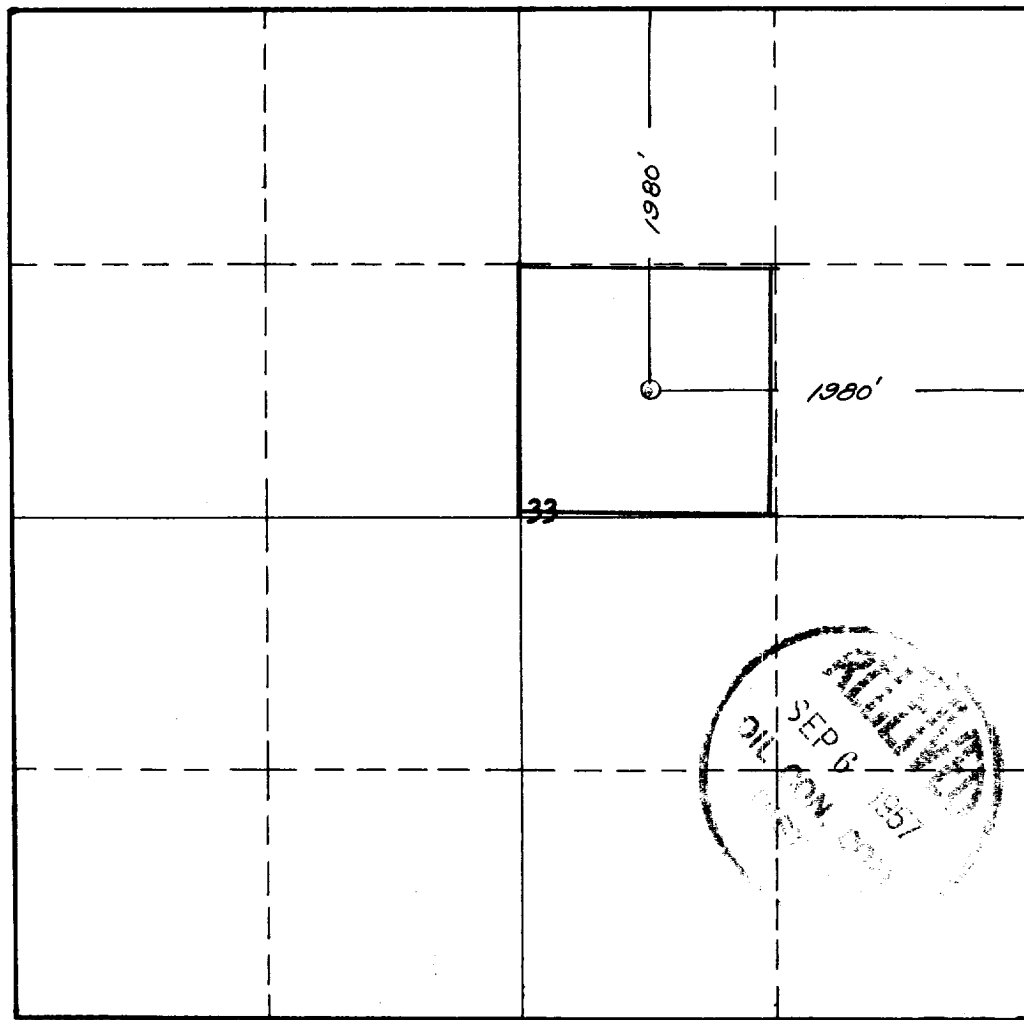
Operator SKELLY OIL COMPANY Lease LOCKHART
Well No. 3 Unit Letter G Section 33 Township 25 NORTH Range 10 WEST NMFM
Located 1980 Feet From the NORTH Line, 1980 Feet From the EAST Line
County SAN JUAN G. L. Elevation _____ Dedicated Acreage 40 Acres
Name of Producing Formation Gallup Pool Undesignated Bisti

1. Is the Operator the only owner* in the dedicated acreage outlined on the plat below?
Yes X No _____.
2. If the answer to question one is "no," have the interests of all the owners been consolidated by communitization agreement or otherwise? Yes _____ No _____. If answer is "yes," Type of Consolidation _____
3. If the answer to question two is "no," list all the owners and their respective interests below:

Owner

Land Description

Section B



This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief.

SKELLY OIL COMPANY

(Operator)

(Signed) P. E. Cosper

(Representative)

Box 426, Farmington, New Mexico
Address

This is to certify that the well location shown on the plat in Section B was plotted from field notes of actual surveys made by me or under my supervision and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed 30 AUGUST 1957

James P. Lease
Registered Professional
Engineer and/or Land Surveyor.

James P. Lease

Certificate No. 1463

(See instructions for completing this form on the reverse side)

INSTRUCTIONS FOR COMPLETION:

1. Operator shall furnish and certify to the information called for in Section A.
2. Operator shall outline the dedicated acreage for both oil and gas wells on the plat in Section B.
3. A registered professional engineer or land surveyor registered in the State of New Mexico or approved by the Commission shall show on the plat the location of the well and certify this information in the space provided.
4. All distances shown on the plat must be from the outer boundaries of Section.
5. If additional space is needed for listing owners and their respective interests as required in question 3, Section A, please use space below

* "Owner" means the person who has the right to drill into and to produce from any pool and to appropriate the production either for himself or for himself and another. (65-3-29 (e) NMSA 1953 Comp.)