Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

5. Lease Designation and Serial No.

6. If Indian, Allottee or Tribe Name

NMNM036252

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 7. If Unit or CA, Agreement Designation 1. Type of Well Oil Gas Well Well Other Well Name and No. 2. Name of Operator Gracia Federal 26 No. 1 Pro New Mexico 9. API Well No. 3. Address and Telephone No 30-645-29 460 St. Michael's Drive, Suite 402 Santa Fe, NM 87505 (505) 988-4171 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Basin Fruitland Coal 11. County or Parish, State 1710' FSL & 940' FWL **Section 26, T25N, R11W** San Juan 12. 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 X Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-off Final Abandonment Notice Altering Casing Conversion to Injection Other Spud well. Dispose Water (Note: Report results of multiple completions 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.)* Spud well at 1:30 PM on 9/19/97. Drilled 8 3/4" hole to 144' KB. Ran 3 jts (128.35') of 7", 23#, J-55 casing. Casing landed at 134' KB. Cemented with 80 sx (94.4 cf) of Class G cement containing 2% CaCl and 1/4 #/sk cello flakes. Circulated 4 bbls of cement to surface. Shut in and WOC for 12 hrs. 14. I hereby certify that the foregoing is true and correct Title Agent Date 9/22/97 (This space for Federal or State office) Approved by Title Date ACCEPTED FURKEOURD 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.