

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

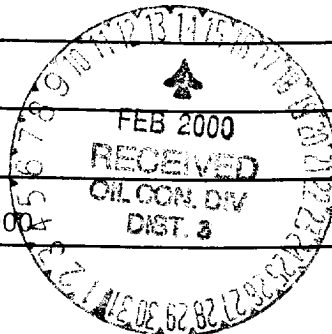
FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

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. NM-96041
2. Name of Operator Maralex Resources, Inc.	6. If Indian, Allottee or Tribe Name
3. Address and Telephone No. P.O. Box 338, Ignacio, Co. 81137 (970) 563-4000	7. If Unit or CA, Agreement Designation
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1600' FSL; 1750' FWL (NESW) UL K Section 30-T25N-R10W	8. Well Name and No. Trading Post #1
	9. API Well No. 30-045-29708
	10. Field and Pool, or Exploratory Area Basin Fruitland Coal
	11. County or Parish, State San Juan Co., N.M.



13. 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 type="checkbox"/> Change of Plans
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> New Construction
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Other _____	<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.)*

Maralex Resources has recompleted the well to the Fruitland Coal Formation. The Pictured Cliffs perforations were isolated with a mechanical sleeve and the Fruitland Coals were perforated from 1433' to 1447' (14'). The perforations were stimulated with a combination of hydrochloric and mud acid. The well was equipped with a pump and began producing from the Fruitland Coals on Feb. 5, 2000. The well tested at a rate of 6 MCFD and 140 BWPD. Natural gas production is being transported by El Paso Resources.

I hereby certify that the foregoing is true and correct.
Signed Dennis R. Ramey Title Engineering Manager Date Feb. 7, 2000
(This space for Federal or State office use)

Approved by _____ Title _____ Date _____
Conditions of approval, if any: FOR RECORD

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.