Form 3160-5 (June 1990)

## **UNITED STATES** DEPARTMENT OF THE INTERIOR

| FORM APPROVED |        |     |               |  |
|---------------|--------|-----|---------------|--|
| Budget Bure   | au No. | 100 | <b>4-0135</b> |  |
| Expires:      | March  | 31. | 1993          |  |

|  | TAND MANAGEMENT   | Expires: March 31, 1993                               |  |
|--|---|---|--|
| BUREAU OF  | LAND MANAGEMENT   | 5. Lease Designation and Serial No.                   |  |
| CUMPRY NOTICES   | AND DEPORTS ON WELL O   | NO-G-9412-1277  |  |
|  | AND REPORTS ON WELLS  | 6. If Indian, Allottee or Tribe Name                  |  |
| Do not use this form for proposals to d                        | rill or to deepen or reentry to a different reservoir.                                |   |  |
| Use "APPLICATION FC  | PR PERMIT—" for such proposals  | Navajo  |  |
| SUBMI  | TIN TRIPLICATE C JAN 2000   | 7. If Unit or CA, Agreement Designation               |  |
| 1. Type of Well  | RECEIVED S  | CA Pending  |  |
| Oil Gas Other  | OILOON DIV ST   | 8. Well Name and No.                                  |  |
| 2. Name of Operator  | - DEST-3  |   |  |
| Maralex Resources, Inc.  | 65 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2  | Trading Post 26 # 1                                   |  |
| 3. Address and Telephone No.                                   |   |   |  |
| •  | 31137 970/563-4000  | 30-045-29983  10. Field and Pool, or Exploratory Area |  |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey D    |   |   |  |
|  | , satisficility   | Basin Fruitland Coal 11. County or Parish, State      |  |
| 1800' FNL; 1500' FEL   |   | 11. County or Parish, State                           |  |
| Section 26-T25N-R11W   |   | San Juan County, NM                                   |  |
|  |   |   |  |
| 12. CHECK APPROPRIATE BOX                                      | s) TO INDICATE NATURE OF NOTICE, REPOR  | T, 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                               |  |
|  | X Other Set Production Casing   | Dispose Water   |  |
|  |   | (Note: Report results of multiple completion on Well  |  |
| 13. Describe Proposed or Completed Operations (Clearly state a | l pertinent details, and give pertinent dates, including estimated date of starting a | Completion or Recompletion Report and Log form.)      |  |
| give subsurface locations and measured and true vertice        | cal depths for all markers and zones pertinent to this work.)*                        | my proposed work. If well is directionally drilled    |  |
|  |   | •   |  |
| Ran 36 joints 5-1/2" 17# J-5                                   | 5 LTC casing 1523.14' set at 1528.14'.  | Hit bridge at 1300'                                   |  |
| Had to circulate last 60' of                                   | casing to bottom. Circulate hole clea   | on Coment with  |  |
| 30 sacks scavenger slurry fo                                   | 11wed by 120 sacks Class B cement with  | 7% codium motoriliante                                |  |
| and 1/4#/sack cellophane fla                                   | ke. Slurry mixed at 12.5 ppg. Tail in   | 2% Soutum metastifcate                                |  |
| Class R coment with 2% CACle                                   | and 1/4/-and an 12.5 ppg. Tail in   | with 100 sacks of                                     |  |
| plug and displace with 2/1 t                                   | and 1/4#/sack cellophane flake, mixed   | at 15.6 ppg. Drop                                     |  |
| coment to surface with 34% b                                   | arrels water. Good circulation, circul  | ate 6 BBls good                                       |  |
| cement to surface.   |   |   |  |
|  |   | 070   |  |
|  |   |   |  |
|  |   |   |  |
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|  |   | - 3 <b>- 3</b>  |  |
|  | ,   |   |  |
| *Wellname formerly Gracia Na                                   | vajo 26 #2.   | EC 17 FN 1:08   |  |
| ·  | · · · · · · · · · · · · · · · · · · ·   |   |  |
| 14. I hereby certify that the foregoing is true and correct    |   |   |  |
| Signed Cash Officer  | Title Production Technician   | Date 12/15/99   |  |
| (This space for Federal or State office use)                   |   |   |  |

Approved by Conditions of approval, if any:

Title