Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED Budget Bureau No. 1004-0135

Expires: March 31, 1993

BUREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No. NMSF078480 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name 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 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well Oil KX Gas Weil 8. Well Name and No. Other HAMMOND WN FED #12 2. Name of Operator 9. API Weil No. ROBERT L BAYLESS, PRODUCER LLC 30-045-29076 3. Address and Telephone No. PO BOX 168, FARMINGTON, NM 87499 (505) 326 10. Field and Pool, or Exploratory Area BASIN FRUITLAND COAL 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State 2230' FNL, 1350' FEL (G) Sec 35, T27N, R8W SAN JUAN, NM CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Notice of Intent Change of Plans Abandonment New Construction Recompletion Subsequent Report Plugging Back Non-Routine Fracturing Water Shut-Off Casing Repair Final Abandonment Notice Conversion to Injection Other REQUEST LONG TERM 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.)* BAYLESS RECENTLY ACQUIRED THIS WELL FROM SG INTERESTS. ONE YEAR IS REQUIRED TO EVALUATE THIS WELL AND COMPARE IT TO OFFSET PRODUCTION. BAYLESS REQUESTS APPROVAL FOR CONTINUED LONG TERM SHUT IN. THE WELL LOCATION WILL BE SECURED AND KEPT CLEAN. SEP 01 1999 THIS APPROVAL EXPINES 14. I hereby certify that the foregoing Tide PETROLEUM ENGINEER (This space for AUG 2 7 1998 Approved by ______ Conditions of approval, if any Tide

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 surisdiction.