Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

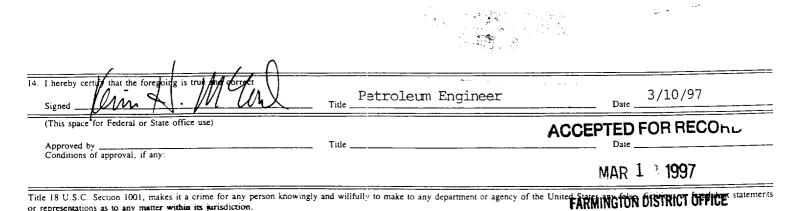
FORM APPROVED	
Budget Bureau No.	1004-0135
Expires: March	31 1993

5. Lease Designation and Serial No.

SF078863 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 I. Type of Well Oil Well Gas Well 8. Well Name and No. Krause #64 2. Name of Operator 9. API Well No. M & G Drilling Company, Inc 30-245-22865 3. Address and Telephone No. C/O KM Production, P.O. Box 2406, Farmington: NM 10. Field and Pool, or Exploratory Area Location of Weil (Footage, Sec., T. R., M., or Survey Description) Kutz Farmington 11. County or Parish, State Sec 29, 28N, 11W San Juan CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION X Notice of Intent Change of Plans Abandonment New Construction Recompletion Non-Routine Fracturing Subsequent Report Plugging Back Casing Repair Water Shut-Off Conversion to Injection Final Abandonment Notice Altering Casing Other See Below (Note: Report results of multiple completion on Well-

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.)*

Per your letter dated February 14, 1997, be advised that a meter run and gas sales meter wil be requested from El Paso Field Services Company. Once this equipment is in place, this well will be returned to production.



*See Instruction on Reverse Side

or representations as to any matter within its jurisdiction.