

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires July 31, 1996

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other Instructions on reverse side

1. Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other WIW		5. Lease Serial No. 14-20-603-2168A
2. Name of Operator MOUNTAIN STATES PETROLEUM CORP.		6. If Indian, Allottee or Tribe Name NAVAJO NATION
3a. Address P O BOX 3531, MIDLAND, TX 79702	3b. Phone No. (include area code) 915/685.0878	7. If Unit or CA/Agreement, Name and/or No. NW CHA CHA UNIT
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 436' FNL & 1892' FWL Unit C Sec. 27 T29N R14W NMPM		8. Well Name and No. NW CHA CHA UNIT 37
		9. API Well No. 30-045-29122
		10. Field and Pool, or Exploratory Area CHA CHA GALLUP
		11. County or Parish, State SAN JUAN, NEW MEXICO

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

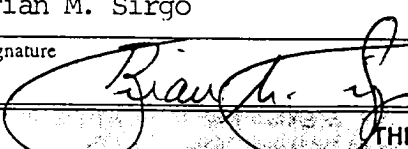
TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Completion of injection well
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

- MI&RU completion unit 12-29-97.
- RIH w/2-3/8" tubing to PBTD at 5332'. Circulated hole w/2% KCl fresh water. POOH w/tubing standing back.
- Rig up BlueJet Wire Line. Ran Gamma Ray Neutron Log 5332-3350'.
- Perforate Gallup zone 5272-5292', 5238-5250', and 5218-5238' w/4 shots per foot 90 degree phase, .50" diameter holes.
- RIH w/5-1/2" AD-1 packer set at 5031.80' on 2-3/8" tubing. Acidized w/1500 gals. 7-1/2% acetic acid using 150 ball sealers. Displaced with 120 bbls. 2% KCl fresh water.
- Landed tubing. Shut in well. Released rig 1-2-98. Waiting to tie into injection line.

RECEIVED
JAN 20 1998

OIL CON. DIV.
DIST. 3

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Brian M. Sirgo		Title Agent
Signature 		Date January 6, 1998
THIS SPACE FOR FEDERAL OR STATE OFFICE USE		

ACCEPTED FOR RECORD

Approved by 1	Title Date JAN 14 1998
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office FARMINGTON DISTRICT OFFICE

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.