

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

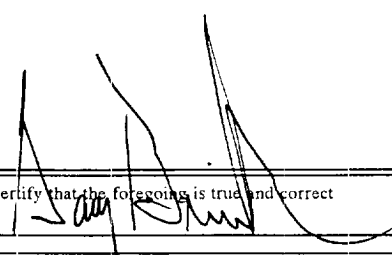
1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Designation and Serial No. NM 03780
2. Name of Operator Taurus Exploration, U.S.A., Inc.	6. If Indian, Allottee or Tribe Name
3. Address and Telephone No. 2198 Bloomfield Highway; Farmington, NM 87401	7. If Unit or CA, Agreement Designation San Juan 32-5 Unit NP
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 655' FSL, 1685' FWL, Sec. 26, T32N, R6W N.M.P.M.	8. Well Name and No. San Juan 32-5 Unit NP #106
	9. API Well No. 30-039-24291
	10. Field and Pool, or exploratory Area Basin Fruitland Coal
	11. County or Parish, State Rio Arriba County NM

12. 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 checked="" type="checkbox"/> Other Long term shut in	<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.)*

We are currently working on drilling a disposal well in the area to adequately test this Fruitland Coal well. A long term shut-in is requested until November 1, 1999.

RECEIVED
NOV 20 1998
OIL CON. DIV.
POST 3

14. I hereby certify that the foregoing is true and correct		
Signed 	Title Production Superintendent	Date 10/29/98
(This space for Federal or State office use)		
Approved by /s/ Duane W. Spencer	Title	Date NOV 18 1998
Conditions of approval, if any:		

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.

* See Instruction on Reverse Side

MOCD