

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. on
P.O. Box 1980
Hobbs, NM 88241

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

Oil Well Gas Well Other

2. Name of Operator

Paloma Resources Inc.

3. Address and Telephone No.

P.O. Box 1814 505-622-0770

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

1980 FWL & 990 FNL
Section 6-T10S--R30E

5. Lease Designation and Serial No.

NM 96851

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

Morgan Fed. # 1

9. API Well No.

30-005-20667

10. Field and Pool, or Exploratory Area

Many Gates Morrow

11. County or Parish, State

Chaves, NM

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

TYPE OF SUBMISSION

- Notice of Intent
 Subsequent Report
 Final Abandonment Notice

TYPE OF ACTION

- Abandonment
 Recompletion
 Plugging Back
 Casing Repair
 Altering Casing
 Other Appl. for water disposal
 Change of Plans
 New Construction
 Non-Routine Fracturing
 Water Shut-Off
 Conversion to Injection
 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.)*

1. Morrow
2. 20 bbarrels per month
3. Covered metal 210 tank
4. Hauled by truck
5. Paloma Resources Inc.
Morgan Fed # 1
Old Loco Hills Disposal POD # 582050

14. I hereby certify that the foregoing is true and correct

Signed Charles Foster

Title President

Date 3-5-98

(This space for Federal or State office use)

Approved by (ORIG. SGD.) DAVID R. GLASS

Title PETROLEUM ENGINEER

Date MAR 17 1998

SEE ATTACHED FOR

CONDITIONS OF APPROVAL

Title 18 U.S.C. § 1001 willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations.