

C/S/K

SUNDRY NOTICES AND REPORT 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.

Lease Serial No. LC-028992 (j)

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> Injection well	6. If Indian, Allottee or Tribe Name
2. Name of Operator Pendragon Energy Partners, Inc.	7. If Unit or CA/Agreement, Name and/or No. Grayburg Jackson
3. Address of Operator 621 17th St., Suite 750, Denver CO 80293	8. Well Name and No. 51 TR 5 #1
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 660' FSL-1980' FWL-Sec 22-T17S-R30-E	9. API Well No. 30-015-10758
N.M. Oil Cons. Division 311 S. 1st Street Artesia, NM 88210-2834	10. Field and Pool, or Exploratory Area
	11. County or Parish, State Eddy

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

TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" 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 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 type="checkbox"/> Other
	<input type="checkbox"/> Change Plans <input checked="" type="checkbox"/> Plug and Ab <input type="checkbox"/> Plug Back
	<input type="checkbox"/> Convert to Injection

PLEASE MAKE CORRECTIONS TO P&A PROCEDURE AS FOLLOWS:

- 25 SX CMT PLUG @ 1350-1250' INSIDE & OUTSIDE CSG & TAG
- 25 SX CMT PLUG @ 584-484' INSIDE & OUTSIDE CSG & TAG

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimates of cost). If the proposal is to deepen directionally or recomple horizontally, give subsurface locations. Attach the Bond under which the work will be performed or provide the Bond No. on file with the following completion of the involved operations. If the operation results in a multiple completion, testing has been completed. Final Abandonment Notices shall be filed only after all required testing has been completed. Final Abandonment Notices shall be filed only after all required testing has been completed. Final Abandonment Notices shall be filed only after all required testing has been completed.

Present conditions: 8 5/8" casing @ 496' cemented w/50 sxs, 4 1/2" casing @ 3208' cemented w/100 sxs. Perforations @ 3168-3170' & 3172-3174'.

Proposed Procedure:

1. Set CIBP @ 3050' and place 35' cement on top.
2. Back off 4 1/2" casing @ a freepoint & place 100' cement plug (50' in & 50' above) the 4 1/2".
3. Perforate the 8 5/8" casing @ 50' and circulate the casing & annulus full of cement.
4. Affix a dry hole marker in the top plug.
5. Remove all equipment and clear the location of debris.
6. Restore the surface to its original condition and reseed according to BLM specifications.

**ENTERED IN
AFMSS****SEE ATTACHED FOR
CONDITIONS OF APPROVAL**

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed) **John Luchetta**

Title **Agent**

Signature

John Luchetta

Date

Oct 15, 2000**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by

W. B. B. B.

Title

P.E.

Date

10/30/00

Office

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.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. 1212, make 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.