

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

AUG 27 2008

Lease Serial No.
NMNM100305

RCVD AUG 29 '08

If Indian, Allottee or Tribe Name
Office

OIL CONS. DIV.
DIST. 3

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 page 2.

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator
Maralex Resources, Inc.

3a. Address
P.O. Box 338
Ignacio, CO 81137

3b. Phone No. (include area code)
970/563-4000

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
1200' FSL; 1050' FEL (SESE)
Section 35-T25N-R11W

7. If Unit of CA/Agreement, Name and/or No.

8. Well Name and No.
Pinon 35-44

9. API Well No.
30-045-32944

10. Field and Pool or Exploratory Area
Basin Fruitland Coal

11. Country or Parish, State
San Juan County, NM

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

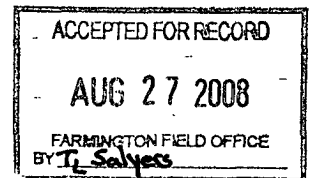
TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> 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 type="checkbox"/> Other Set Production
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Casing
	<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 recompleat 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 must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

Total depth of 12-1/4" hole 137' reached on 8/13/08. On 8/14/08, began drilling 7-7/8" hole from 137' to a total depth of 1745'. TD reached on 8/18/08. On 8/19/08, set 41 joints of 5-1/2", 17#, J-55 blue band production casing set at 1731'. Cement casing with 200 sacks lead cement, 65/35 pozmix, 6% gel, 5# gilsonite, 1/4# superflake, mixed at 12.4 ppg. Tail cement 100 sacks Standard Class G cement, 5# gilsonite, 1/4# superflake, mixed at 15.2 ppg. Circulate 31 BBIs cement back to surface. Displace with 39 BBIs fresh water. Bump plug 1280 psi, float held. Plug down at 2:15PM 8/19/08.

Pressure test on next sundry

Report Rig Release date



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

Carla S. Shaw

Title Production Technician

Signature *Carla S. Shaw*

Date 08/20/2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

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

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 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.

(Instructions on page 2)

NMOCD