UNITED STATES

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993

... y . 69-5 1113, DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No. NM-12212
6. If Indian, Allottee or Tribe Name 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 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 32425 Lype of Well X Well 8. Well Name and No. U Other Keohane "C" Fed # Name of Operator 9. API Well No. 71.-1 RECEIVED ARTESIA 10. Field and Pool, or Exploratory Area Box 8280 Roswell NM Execution of Well (Footage, Sec., T., R., M., or Survey Description) Shugart (7R,Qn,Gr.) 11. County or Parish, State 330 FSL & 330 FEL Sec. 21-T31E-R18S Eddy County, NM CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Change of Plans Abandonment Notice of Intent **New Construction** Recompletion Non-Routine Fracturing Plugging Back אינגע עב seport Report Water Shut-Off Casing Repair Altering Casing Conversion to Injection Final Abandonment Notice Dispose Water Change of Operator (Note: Report results of multiple completion on West Completion or Recompletion Report and Log form. 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.)* This notice is given to change Operator from Paloma Resources Inc. to Prairie Sun, Inc. Prairie Sun, Inc. as the new operator accepts all responsibilities of being the operator, accepts all applicable terms, conditions, stipulations, and restrictions concerning operations conducted on the lease or portion of the described lease. Prairie Sun, Inc. meets federal bonding requirements and is currently covered by a statewide bond. # 589604 The effective date of this change of operator is Jan. 01-1999. FEB23/989 AUTHORIZED OFFICER, MINERAL THREAU OF LAND MANAGEM! I hereby certify that the foregoing is true and correct Tile Bresident (This space for Federal or State office use)

Date Title

Approved by

Conditions of approval, if any:

are 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 representations as to any matter within its jurisdiction.