

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED
BLM

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.

5. Lease Designation and Serial No.

CA-157

6. If Indian, Allottee or Tribe Name

Jicarilla Apache

7. If Unit or CA, Agreement Designation

N/A

8. Well Name and No.

Jicarilla K 157 #2

9. API Well No.

300390513000S1

10. Field and Pool, or Exploratory Area

Blanco Pictured Cliffs

11. County or Parish, State

Rio Arriba, NM

SUBMIT IN TRIPLICATE

1. Type of Well

Oil Well Gas Well Other

2. Name of Operator Graham Royalty, Limited
Kerns Oil & Gas, Inc.

3. Address and Telephone No.
2600 N. Fernbrook Lane, Suite 138, Plymouth, MN 55447

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
SE 1/4 SE 1/4 Sec. 4, T. 23N., R.2 W. 7 1/2 S 7 1/2 E

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 Long Term Shut-in
- 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.)*

Wellbore is presently shut-in and considered uneconomic to produce. Kerns Oil & Gas, Inc., as operator, is actively evaluating its options for establishing commercial production:

1. Through access to better gas markets via transportation on El Paso Natural Gas Company pipelines under construction or being re-routed.
2. By reduction of gathering system line pressure through an arrangement with El Paso Natural Gas Company. Line pressure has been high in the San Juan Basin.
3. By recompletion of the well in other prospective zones including the Fruitland Coal.

THIS APPROVAL EXPIRES JUN 01 1993

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

Signed Kerry A. Johnston
(This space for Federal or State office use)

Title Kerry A. Johnston
Vice President

Date August 18, 1992
APPROVED

Approved by _____
Conditions of approval, if any:

Title _____ Date AUG 25 1992

AREA MANAGER

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.