

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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 <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Designation and Serial No. NMSF - 078502A
2. Name of Operator LIVELY EXPLORATION CO. C/O HICKS OIL & GAS, INC.	6. If Indian, Allottee or Tribe Name
3. Address and Telephone No. POST OFFICE DRAWER 3307, FARMINGTON, NEW MEXICO 87499	7. If Unit or CA, Agreement Designation
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1180' FSL & 1450' FWL SEC 12, T29N, R8W	8. Well Name and No. LIVELY 8
	9. API Well No.
	10. Field and Pool, or Exploratory Area BASIN DAKOTA
	11. County or Parish, State SAN JUAN, NM

12. CHECK APPROPRIATE BOX(s) 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"/> Abandonment	<input type="checkbox"/> Change of Plans
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> New Construction
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Conversion to Injection
	<input checked="" type="checkbox"/> Other STATUS	<input type="checkbox"/> 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.)\*

REFERENCE: NMSF - 078502 A (WC)  
3162.3 - 2 (07337)

PER THE ATTACHED COMMUNICATION LIVELY EXPLORATION CO. ("LEXCO") IS IN THE PROCESS OF TRANSFERRING OPERATION OF SUBJECT WELL TO MERIDIAN/EL PASO. IT IS REQUESTED THAT THE SHUT-IN STATUS OF SUBJECT WELL BE APPROVED UNTIL SUCH TIME AS THESE NEGOTIATIONS ARE COMPLETED.

RECEIVED  
JUN - 5 1995  
OIL CON. DIV.  
DIST. 2

THIS APPROVAL EXPIRES DEC 01 1995

14. I hereby certify that the foregoing is true and correct		
Signed <u>JIM HICKS</u>	Title <u>AGENT, LIVELY EXPLORATION CO.</u>	Date <u>5/25/95</u>
(This space for Federal or State office use)		
Approved by _____	Title _____	
Conditions of approval, if any:		
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.		
NMOCD		

CHAMBERLAIN, HRDLICKA, WHITE, WILLIAMS & MARTIN  
A PARTNERSHIP OF PROFESSIONAL CORPORATIONS

ATTORNEYS AT LAW

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HOUSTON, TEXAS 77002-4310  
TELEPHONE (713) 656-1818

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(713) 656-2333  
TELEX: 168871

DIRECT DIAL NO. (713) 656-6618

BRIAN L. GENDRY  
SHAREHOLDER

ATLANTA OFFICE  
1400 HARRIS TOWER  
233 PEACHTREE STREET, N. E.  
ATLANTA, GEORGIA 30303-1507  
TELEPHONE (404) 638-4410

WAYS  
1-800-342-5884

January 24, 1995

BY FACSIMILE (505) 326-9781

Mr. Alan Alexander  
Senior Land Advisor  
Meridian Oil, Inc.  
3535 East Thirtieth Street  
Farmington, New Mexico 87499-4289

Re: Lively #12 Well  
NW/SW Sec. 36, T28N-R8W  
Lively #26 Well  
Ctr. SW/4 Section 7, T29N-R8W  
San Juan County, New Mexico

Lively #14 Well  
W/2 Sec. 36, T30N-R8W  
Lively #8 Well  
W/2 Sec. 12, T29N-R8W  
San Juan County,  
New Mexico

Dear Mr. Alexander:

This letter is a follow-up to our letters to you dated August 22, 1994 and September 13, 1994, copies of which are included in this transmission for your convenience.

Lively Exploration Company ("Lexco") has obtained approval from Conoco, Inc. ("Conoco") for the abandonment of the Lively No. 26 Well, located in Section 7, T-29-N, R-8-W, San Juan County, New Mexico. A copy of Conoco's Application for Abandonment of Well is included with this transmission for your review.

Please contact the undersigned to discuss any additional documentation that Meridian/El Paso may need to complete the execution and delivery of the proposed assignment of these wells from Lexco to Meridian/El Paso. As you know, prior correspondence between the parties have confirmed the agreement of Meridian/El Paso to take over operation of these wells, pursuant to the provisions of the August 28, 1972 Farmout Agreement, as amended.

Mr. Alan Alexander  
January 24, 1995  
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The undersigned firm stands ready to work with you, or anyone designated by you, to finalize this transaction as soon as possible.

Yours very truly,

CHAMBERLAIN, HRDLICKA, WHITE,  
WILLIAMS & MARTIN, P.C.

By: Brian L. Gennity  
Brian L. Gennity

BLG/lg  
Enclosures  
BLG91:41

cc: Mr. Bruce R. Lively, President  
Lively Exploration Company  
1300 Post Oak Boulevard, Suite 1900  
Houston, Texas 77056