W. H. E. Car. Company P. C. BOX 1939 Ferm 3160-5 Form approved. (November 1983) UNITED STATES DEPARTMENT OF THE INTERIOR (Other instructions on re-Budget Bureau No. 1004-0135 Formerty 9-331; Expires August 31, 1985 5. LEASE DESIGNATION AND SERIAL NO. BUREAU OF LAND MANAGEMENT NM-0155494-A SUNDRY NOTICES AND REPORTS ON WELLS 6. IF INDIAN, ALLOTTEE OR TRIBE NAME (Do not use this form for proposals to drill or to deepen or plug back to a different reservoir.

Use "APPLICATION FOR PERMIT—" for such proposals.) WELL X WELL 7. UNIT AGREEMENT NAME OTHER 2. NAME OF OPERATOR Kelt Oil & Gas, Inc. 8. FARM OR LEASE NAME ADDRESS OF OPERATOR <u>Winkler</u> Fed P.O. Box 1493, Roswell, NM 88201

See also space 17 below)

At surface

Lication of well (Report location clearly and in accordance with any State requirements.* 9. WELL NO. #4, #5 and 10. FIELD AND POOL, OR Winkler Fed #4 SWSW 28-T8S-R30E Cato-San Andres
11. SEC., T., R., M., OR BLE. AND
SURVEY OR ARM #5 NWSE 11 #7 NWSW 14. PERMIT NO. 15. ELEVATIONS (Show whether DF, RT, CR, etc.) 28 T8S-R30E 12. COUNTY OR PARISH 13. STATE Chaves Col 16 NMCheck Appropriate Box To Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: TEST WATER SHUT-OFF PULL OR ALTER CASING FRACTURE TREAT REPAIRING WELL MULTIPLE COMPLETE FRACTURE TREATMENT SHOOT OR ACIDIZE ALTERING CASING ABANDON* REPAIR WELL SHOOTING OR ACIDIZING ABANDONMENT* CHANGE PLANS (Other) Test_Csg. (Norg: Report results of multiple completion on Well Completion or Recompletion Report and Log form.) 17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any nent to this work.).

Kelt Oil & Gas plans to test csg. on the above named wells. The testing program is as follows:

- Remove existing rods & tbg. 1.
- Run-in-hole with pkr. and workstring of tbg.
- Set pkr. above top perf.
- Load backside with fresh wtr.
- Pressure backside to 500 psi for 30min.
- If pressure holds- O.K.
- If pressure does not hold- release pkr. and come up-hole setting and releasing pkr. trying to isolate pressure loss on the backside.

We plan to commence testing Apr-May '89.

signed Manh a. Digenhint	TITLE Petroleum Engineer	DATE _4-24-89
(This space for Federal or State office use) APPROVED BY CONDITIONS OF APPROVAL, IF ANY:	TITLE	APPROVED
THE ANY:		MAY 8 1989
*See Instructions on Reverse Side Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to: United States any false. Settlement of foundations of foundations and false settlement of foundations.		BUREAU OF LAND