COPY TO O. C. C. Form 9-331 (May 1963) Form approved. Budget Bureau No. 42-R1424. U ED STATES SUBMIT IN TRI ATE+ DEPARTMENT OF THE INTERIOR (Other Instructions on re-5. LEASE DESIGNATION AND SERIAL NO GEOLOGICAL SURVEY NM 6869 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 plug back to a different reservoir.

Use "APPLICATION FOR PERMIT—" for such proposals.) 7. UNIT AGREEMENT NAME WELL OTHER 8. FARM OR LEASE NAME 2. NAME OF OPERATOR Pipe Line Deep Unit General Exploration Company 9. WELL NO. 3. ADDRESS OF OPERATOR 4219 Sigma Road, Dallas, Texas 75240 4 LOCATION OF WELL (Report location clearly and in accordance with any State requirements. See also space 17 below.) 10. FIELD AND POOL, OR WILDCAT At surface Undesignated 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA 660' FSL and 1900' FWL Sec. 6, T-19-S, R-34-E 12. COUNTY OR PARISH | 13. STATE 15. ELEVATIONS (Show whether DF, RT, GR, etc.) 14 PERMIT NO. 3,872' GL New Mexico 16. Check 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 WATER SHUT-OFF REPAIRING WELL MULTIPLE COMPLETE ALTERING CASING FRACTURE TREAT FRACTURE TREATMENT SHOOT OR ACIDIZE ABANDON* SHOOTING OR ACIDIZING ABANDONMENT* (Other) Progress Report CHANGE PLANS REPAIR WELL (NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.) (Other) 17. 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.)* @ 8900' drilling in lime and shale. Made 560' last 24 hours. Drilling 10-28-78: with fresh water. Totco @ 8546' was 3/4 degree. 10-29-78: @ 8950' drilling in lime and shale. Made 50' last 24 hours. Drilling with water. Totco @ 8919' was 1 1/2 degree. Down for rig repairs. @ 9410' drilling in lime and shale. Made 460' last 24 hours. Drilling 10-30-78: with brine water. Wt. - 9.1. @ 9540' on a bit trip. Formation lime and sand. Made 130' last 24 hours. 10-31-78: Drilling with cut brine water. Wt. - 9.4. Chlorides - 88,000. Totco @ 9426' was 1 3/4 degree. @ 9740' drilling in lime and shale. Made 200' last 24 hours. Drilling 11-01-78: with cut brine water. Wt. - 9.5. Chlorides - 112,000. 11-02-78: @ 10,097' preparing to trip for new bit. Formation lime and shale. Made 357' last 24 hours. Drilling with cut brine water. Wt. - 9.7. 133,000. Totco @ 9933' was 1 3/4 degree. @ 10,250' drilling in lime and shale. Made 153' last 24 hours. Drilling with cut brine water. Wt. - 9.9. Chlorides - 140,000. Totco @ 10,098' was 2 degree. 18. I hereby certify that the foregoing is true and correct ACCEPTED FOR RECORD DATE November 3, 1978 SIGNED TITLE (This space for Federal of State office use) DATE _ APPROVED BY TITLE U. S. CEOLOGICAL SURVEY CONDITIONS OF APPROVAL, IF ANY:

*See Instructions on Reverse Side