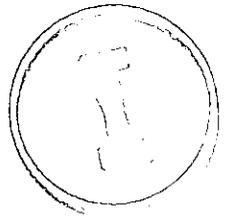


HUMBOLDT DRILLING & PUMP CO., INC.

P.O. BOX 592
4675 W. WINNEMUCCA BLVD.
WINNEMUCCA, NEVADA, 89445
(702) 623-5259



Nevada Development Corp.
P.O. Box 1349
Dayton, Nevada 89403

November 14, 1986

Gentlemen:

As per the request of Ken Stokes, please find the step-by-step sealing procedure on your well #16362.

1. The first hole was put down 60 ft. on the front side of the hole. Approx. 75% of gravel pack was removed by heavy mud.
2. A scraper was run 55 ft. to make sure the casing was void 3" away from bore hole wall.
3. The rig was moved to back side of well and a second hole was drilled with heavy mud. This removed the remaining gravel pack.
4. The scraper was run 55 ft. to void the second 180° of casing and bore hole.
5. 2" pvc pipe was run to 55 ft.
6. 7 yards of grout mix was pumped from the bottom to the top.

The hole along side of the one which we sealed, was capped and approx. 3/4 yd. of concrete was placed on top and around the cap.

If you have any questions, please don't hesitate to contact me.

Sincerely,

Brad L. Santucci
Drilling Division

BLS:tt

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