Form 3160-5 (September 2001)

1. Type of Well Oil Well

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE- Other instructions on reverse side

Other

✓ Gas Well

	p. p					
	FORM APPROVED OM B No. 1004-0135 Expires: January 31, 2004					
	5. Xease Scrial No. NMSF-079968					
	If Indian, Allottee or Tribe Name N/A					
=======================================	7. If Unit or CA/Agreement, Name and/or No.					
<u>)</u>	8. Well Name and No. WF Federal 33 #5					
	9. API Well No. 30-045-32435					
<u>7</u>	10. Field and Pool, or Exploratory Area Basin Fruitland Coal					
,	11. County or Parish, State					
	San Juan County, NM					
, R	EPORT, OR OTHER DATA					
1						
ı (Sta	rt/Resume) Water Shut-Off Well Integrity					

Name of Operator Lance Oil & C	18 18 16		9. API Well No.		
a Address P. O. Box 70, Kirtland	3b. Phone No. (include area code) 505-598-5601		30-045-32435 10. Field and Pool, or Exploratory Area Basin Fruitland Coal 11. County or Parish, State San Juan County, NM		
Location of Well (Footage, Sec., 1 1855' FSL & 995' FEL - Section					
12. CHECK AP	PROPRIATE BOX(ES) TO			EPORT, OF	R OTHER DATA
TYPE OF SUBMISSION		TYI	PE OF ACTION		
Notice of Intent Subsequent Report Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injection	Deepen Fracture Treat New Construction Plug and Abandon Plug Back	Production (Statement of Statement of Statem	·	Water Shut-Off Well Integrity Other to edit APD

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Operator Lance Oil & Gas Company Inc. respectfully requests a change in the Application to Drill on this well. In a sundry approved 11/12/04, Lance Oil & Gas Company changed the casing and cementing to a 12-1/4" surface casing hole to conform to company drilling procedures. However, Lance Oil & Gas Company, Inc. has encountered unforeseen rig availability issues and has since employed a Beeman Bros rig that is geared up to drill 11" surface casing holes. The cementing volume will be reduced accordingly. "Waiting on Cementing" time will be as per cementing company recommendation, but will in no event be less than 6 hours.

Therefore, Operator, Lance Oil & Gas Company Inc., respectfully requests that the APD be further amended to drill an 11" surface casing hole and reduce the cement volume accordingly. No other changes to the APD approved 7/26/04 are requested at this time.

| 14. Thereby certify that the foregoing is true and correct Name (Printed/Typed)
| Jo Becksted | Title Compliance Administrator | John | John

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

(Instructions on page 2)