

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

FORM APPROVED
OMB No. 1004-0137
Expires March 31, 2007

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.

1 Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5 Lease Serial No. NO-G-0411-1712
2 Name of Operator Coleman Oil & Gas, Inc.		6 If Indian, Allottee or Tribe Name
3a Address P.O. Drawer 3337 Farmington, NM 87499	3b Phone No. (include area code) 505-327-0356	7 If Unit or CA/Agreement, Name and/or No
4 Location of Well (Footage, Sec., T., R., M., or Survey Description) 1350' FNL, 1130' FEL H, Section 25, T24N, R11W Latitude 36.28785°, Longitude 107.94960°		8 Well Name and No. Bonito 25 #1
		9 API Well No. 30-045-35000
		10 Field and Pool, or Exploratory Area Basin Fruitland Coal
		11 County or Parish, State San Juan, New Mexico

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

- 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 recompleat 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 recompleat 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.)

SPUD WELL JULY 10, 2011 @ 1:15 PM. DRILLED 12 1/4" HOLE TO 136 FT. KB AND RAN 3 JTS OF 8 5/8" 24# J-55 ST&C NEW CASING. RAN A TOTAL FOOTAGE OF 126.50 FT. AND LANDED @ 131.50 FT. KB. CEMENTED W/ 150 SACKS CLASS G W/2% CALCIUM CHLORIDE AND 1/4# PER SACK POLY-E-FLAKE. ONE INCH TWO STAGES EACH 25 SACKS FOR A TOTAL OF 200 SACKS CLASS G W/2% CALCIUM CHLORIDE AND 1/4# PER SACK POLY-E-FLAKE. CIRCULATED 2 BARRELS OF CEMENT TO RESERVE PIT. NIPPLED UP BOP AND MANIFOLD. PRESSURE TESTED BOP, MANIFOLD AND CASING TO LOW 250 PSIG AND HIGH 750 PSIG. DRILLED 7 7/8" HOLE TO 1140 FT. KB. TD WELL @ 1140 FT. KB @ 2:45 PM ON JULY 16, 2011. RAN A TOTAL OF 28 JTS 5 1/2" 15.50#/FT LT&C J-55. LANDED CASING @ 1130.85 FT. KB. CEMENTED W/ 110 SACKS CLASS G W/3% ECONOLITE, 5# PER SACK GILSONITE AND 1/4# PER SACK POLY-E-FLAKE. TAILED W/ 90 SACKS CLASS G 50/50 POZ W/ 5# PER SACK GILSONITE AND 1/4# PER SACK POLY-E-FLAKE. CIRCULATED 14 BARRELS OF CEMENT TO SURFACE. PLUG DOWN AT 11:30 AM JULY 17, 2011.

* Report Duration of Pressure test on Subsequent report.

SPUD WELL JULY 10, 2011

RELEASED ROTARY TOOLS JULY 18, 2011

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) MICHAEL T. HANSON		Title OPERATIONS ENGINEER
Signature <i>Michael T. Hanson</i>		Date July 22, 2011

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Title Office	Date
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Title 18 USC Section 1001 and Title 43 USC 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)

JUL 26 2011

FARMINGTON FIELD OFFICE
BY *SW*

NMOC