Form 3160-5 (September 2001)

## UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

| FORM APPROVED |     |      |      |     |
|---------------|-----|------|------|-----|
| OMB           | No. | 1004 | I-01 | 35  |
| Expires:      | Jan | Harv | 31.  | 200 |

|      | SUNI   | DRY N  | NOTICE   | S AND  | <b>REPO</b> | RTS O    | N WEL   | LS      |
|------|--------|--------|----------|--------|-------------|----------|---------|---------|
| Do n | ot use | this i | iorm foi | propos | sals to     | drill or | to re-e | nter an |
| aban | doned  | well.  | Use For  | m 3160 | 3 (APD      | ) for su | ch prop | osals.  |

|   | T NOTICES AND REPOR   |  | _   | _NMNM-9784;                             | 3  |
|---|---|--|---|---|--|
| Do not use the property of th | is form for proposals to d<br>ell. Use Form 3160-3 (APD)  | irili or to re-enter a<br>for such proposals.  | <b>n</b>  | 6. If Indian, All                       | ottee or Tribe Name  |
| d   |   |  | <u>2003 JAN 21 PM</u>   | 2: 32                                   |  |
| SUBMIT IN TR  | IPLICATE - Other instruc  | ctions on reverse :  | side  | 7. If Unit or CA                        | /Agreement, Name and/or No.  |
|   |   |  | 970 Farmingto   | h. NM                                   |  |
| 1. Type of Well   | <b>7</b>  |  |   | *                                       |  |
| Oil Well Gas Well   | _ Other   |  |   | 8. Well Name a                          |  |
| 2. Name of Operator   |   | A STATE OF THE STA | 127   | WF Federal 28                           |  |
| Richardson Operating Company  Ba. Address   |   | 3b. Phone No. (include o   |   | 9. API Well No                          | -•   |
|   |   | 1 (65.1  |   | 30-045-29948                            | ·  |
| 3100 La Plata Highway Farming   |   | 505-564-3100   | N 2032 - \  |   | ol, or Exploratory Area  |
| <ul> <li>Location of Well (Footage, Sec.,<br/>1525' FSL &amp; 1850' FEL</li> </ul>  | T, R., M., or Survey Description)   | [ ] m. ! .   |   | Twin Mounds                             |  |
| Sec. 28, T30N, R14W NMPM  |   |  |   | 11. County or Pa                        | arish, State   |
| 20, 1001, 11111 11111   |   | 1. J   |   | San Juan                                |  |
| 12. CHECK AP  | PROPRIATE BOX(ES) TO  | INDICATE NATUR   | E OF NOTICE, RE   |   | THER DATA  |
| TYPE OF SUBMISSION  |   | TYP  | E OF ACTION   |   |  |
|   | Acidize   | Deepen   | Production (Start/  | Resume)                                 | Water Shut-Off   |
| Notice of Intent  | Alter Casing  | Fracture Treat   | Reclamation   |   | Well Integrity   |
| Subsequent Report   | Casing Repair   | New Construction   | Recomplete  |   | Other  |
|   | Change Plans  | Plug and Abandon   | Temporarily Abar  | ndon                                    |  |
| Final Abandonment Notice  | Convert to Injection  | Plug Back  | ✓ Water Disposal  |   |  |
| Attach the Bond under which the following completion of the inv   | d Operation (clearly state all pertine<br>ctionally or recomplete horizontally,<br>ne work will be performed or provide<br>olved operations. If the operation re<br>all Abandonment Notices shall be for final inspection.) | , give subsurface locations<br>de the Bond No. on file w<br>esults in a multiple comple  | s and measured and true<br>with BLM/BIA. Required<br>etion or recompletion in | vertical depths of<br>d subsequent repo | all pertinent markers and zones. Its shall be filed within 30 days |

This well produces water from the Pictured Cliffs Formation. Total daily water production is approximately 60 Bbl/day.

The produced water is primarily transported by pipeline to a Richardson Operating Company disposal well or alternatively stored on location in a lined pit. Richardson will cease to use the pit when one of the water tanks that have been purchased is available for this location. If the water is stored on location, Richardson Operating Co. trucks the water to the disposal well unless workload dictates that a third-party trucking company is needed to keep up with water. When water production exceeds the capacity of the two injection wells, water is disposed of by Key Energy Services in their disposal facility.

Richardson Operating Company operates two active salt water disposal wells in the area: Salty Dog #1 (WDW-NW/NE Sec. 1, T29N, R15W) and Salty Dog #2 (WDW-NW/SE Sec. 5, T29N, R14W).

Copies of the NMOCD Injection Orders for each injection well should be on file.

|   | ACCEPTED FOR RECORD                               |
|---|---|
| Title Operations Ma                                 | nager ACCEPTED FOR RECORD                         |
| Date 01/20/03                                       | APR 2 4 2003                                      |
| FOR FEDERAL OR STATE OFF                            | ICE USE FARM FINE                                 |
| Name<br>(Printed/Typed)                             | B (/ Title  |
| otice does not warrant or ghts in the subject lease | Date  |
|   | FOR FEDERAL OR STATE OFF   Name   (Printed/Typed) |

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.