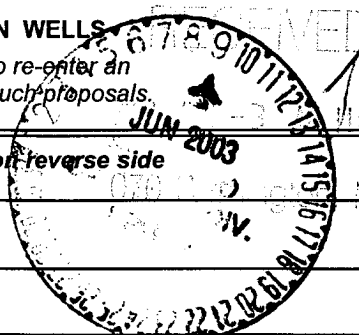


UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
OMB NO. 1004-0135  
Expires: November 30, 2000

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. NM-03780
2. Name of Operator Energen Resources Corporation		6. If Indian, Allottee or Tribe Name 05
3a. Address 2198 Bloomfield Highway, Farmington, NM 87401	3b. Phone No. (include area code) 505-325-6800	7. If Unit or CA/Agreement, Name and/or No. San Juan 32-5 Unit NP
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 655' FSL, 1685' FWL, Sec. 26, T32N, R06W, N.M.P.M.		8. Well Name and No. San Juan 32-5 Unit NP 106
		9. API Well No. 30-039-24291
		10. Field and Pool, or Exploratory Area Basin Fruitland Coal
		11. County or Parish, State Rio Arriba NM

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 checked="" type="checkbox"/> Other <u>Recavitate</u>
	<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 recomplate 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 recomplate 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 final site is ready for final inspection.)

This Fruitland Coal well was recavitated as follows:

- 04/04/03 MIRU. Kill well. TOH with tubing. RU wireline. Set CIBP @ 2900'.
- 04/05/03 Pick up 3 degrees whipstock and starting mill. TIH with drill pipe. Set whipstock on CIBP and shear off. Unload hole with air mist. Mill windown from 2881'-2883'. Circulate hole clean. TOH. TIH w/6-1/4" mill and string mills. Open up window from 2883'-2889'. Circulate hole clean. TOH. TIH w/6-1/4" bit and drill from 2889'-2935'.
- 04/06/03 Drill to 3080' with air mist. Plugged to bit. Unplug bit with water. Drill to 3183'. Ran survey @ 3143'-2 degrees. TOH to 2865' at top of window. Ran survey-1 degree. TOH with bit. TIH with under reamer. Open hole to 9-1/2" from 2900'-3183'. Circulate hole clean.
- 04/07/03 TOH to top of window. Start cavitation.
- 04/08-26/03 Cavitate and clean out well with air mist. Well making gas and heavy coal fines and shale.
- 04/27/03 Clean out well to 3183'. Drill rat hole from 3183'-3245'. Circulate well clean. POH. Test well- 1 hr flow test-631 mcf/d. TIH and tag @ 3136'. Clean out fill.
- 04/29/03 Clean out to 3243'. TOH and LD drill collars. Ran 9 jts. 5-1/2" 15.5# J-55 LT&C casing and liner hanger. TIH and tag @ 3111'. Attempted to rotate and wash liner to bottom. Lost 10' of hole.

(Continued on attached page)

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Vicki Donaghey	Title Production Assistant
<i>Vicki Donaghey</i>	Date 05/30/03
THIS SPACE FOR FEDERAL OR STATE OFFICE USE	
Approved by	Title
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.	Office

ACCEPTED FOR RECORD

JUN 05 2003

FARMINGTON FIELD OFFICE  
BY *[Signature]*

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

NMOCD

**San Juan 32-5 Unit NP #106 (Recavitate sundry – continued from page 1)**

- 04/29/03 TOH and recovered liner hanger and 4 jts. casing. Twisted off casing and threads of top of joint #5. Left 224' of casing in hole with top of fish @ 2882'. TIH with spear and caught fish @ 2882'. Work pipe. Unable to recover fish. TOH. TIH with tapered mill and tagged up @ 2822'. Dress off inside 5-1/2" casing to 2912'. TOH with mill. TIH with spear and fishing assembly. Latch onto fish @ 2882'. Jar on fish. Work fish up hole 38' to 2840'.
- 05/01/03 Unable to move fish. Release spear and TOH. Left bottom part of spear inside casing. TIH with 4-3/4" mill. Tag top of fish @ 2840' Push bottom of spear down hole to 2882'. Appears casing is crimped. TOH with mill. TIH with tapered mill. Tag up @ 2882'. Establish circulation with air mist. Clean out to 2885'. Could not drill any deeper. TOH. Twist off mill and left inside 5-1/2" casing. Top of fish @ 2840'. Suspended fishing operations.
- 05/02/03 TIH and set CIBP @ 2810'. TIH with starting mill and whipstock. Mill window from 2795' to 2797'. TOH with starting mill. TIH with 6-1/4" mill and string mills. Open window from 2797' to 2803'. TOH. TIH with 6-1/4" bit, establish circulation with air mist. Drill to 2990'.
- 05/03/03 Drill into old hole @ 3052'. Clean out fill to 3156'. Well making very heavy coal fines.
- 05/04/03 Circulate and clean out hole. Drill new hole from 3156' to ~~3243'~~. Circulate hole clean.
- 05/05/03 Clean out to TD TOH. Ran 12 jts. 4-1/2" 11.6# J-55 LT&C casing, and liner hanger. Total length 515'. TIH and land casing @ 3241'. TOH and lay down drill pipe.
- 05/06/03 RU wireline. TIH and perforate 4-1/2" casing 3041'-3043', 3054'-3056', 3074'-3101', 3104'-3106', 3108'-3112', 3143'-3146', 3148'-3155', 3170'-3172' – total of 196 holes. TIH with 99 jts. 2-3/8" tubing, land @ 3176'. RDMO.
- 05/13/03 RIH with 113 3/4" rods and pump. Hung off rods, set pumping unit. Return to production.