

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

FEB 08 2011

FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

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.

Farmington Field Office
Bureau of Land Management

5. Lease Serial No. NO-G-0110-1554
6. If Indian, Allottee or Tribe Name Navajo Allottee #011389

SUBMIT IN TRIPLICATE - Other instructions on page 2.

| | | |
|--|---|--|
| 1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 7. If Unit of CA/Agreement, Name and/or No. |
| 2. Name of Operator DJ Simmons, Inc. | | 8. Well Name and No. Blanco Wash #26-2 |
| 3a. Address 1009 Ridgeway Place, Suite 200 Farmington, NM 87401 | 3b. Phone No. (include area code) (505) 326-3753 | 9. API Well No. 30-045-35019 (00S2) |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 3096' FNL & 431' FWL, Section 26, T24N, R8W NMPM | | 10. Field and Pool or Exploratory Area Lybrook Gallup |
| | | 11. Country or Parish, State San Juan County, NM |

12. CHECK THE 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 checked="" 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 recomple 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 must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recomple in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

AMENDED SUBSEQUENT REPORT SUBMITTED TO BLM ON 01/05/2011 TO INCLUDE NM OCD STAFF COMMENTS/REQUESTED EDITS:

RCVD FEB 11 '11
OIL CONS. DIV.
DIST. 3

- 11/29/10 - Hit PBTD at 5695'KB;
- 11/30/10 - Test casing from surface to 5518' with 2500psi. Held pressure;
- Perforated 1JSP select fire over 5240'-5490' (28 shots);
- 12/03/10 - Frac 5240'-5490' (Gallup) down 5-1/2" casing with 34,950 gals water, 20# X-linked, 1218 MSCF nitrogen, 290,000# 30/50 sand at 50 BPM
65Q foam rate. ISIP 2140 psi, 2028 psi for 5 min, 1975 psi for 10 min, 1940 psi for 15 min.;
- 12/10/10 - Landed SN 169 joints, 2-7/8", 6.5 lbs/ft, J-55 tubing at 5345'; and testing well and waiting on connection.

ACCEPTED FOR RECORD
FEB 09 2011
FARMINGTON FIELD OFFICE
BY TL Salvors

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Rodney L. Seale Title Operations Manager

Signature *Rodney L. Seale* Date 02/08/2011

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by _____ Title _____ Date _____

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 _____

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.

NMOC

[Handwritten mark]