

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENTFORM APPROVED  
OMB No. 1004-0135  
Expires November 30, 2000RECEIVED  
2004 JAN 28 AM 10:41  
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

070 Farmington, NM

|                                             |                     |
|---------------------------------------------|---------------------|
| 5. Lease Serial No.                         | NMNM-031311         |
| 6. If Indian, Allottee or Tribe Name        | N/A                 |
| 7. If Unit or CA/Agreement, Name and/or No. | N/A                 |
| 8. Well Name and No.                        | CHAMPLIN FEDERAL #1 |
| 9. API Well No.                             | 30-045-25792        |
| 10. Field and Pool, or Exploratory Area     | BISTI LOWER GALLUP  |
| 11. County or Parish, State                 | SAN JUAN COUNTY, NM |

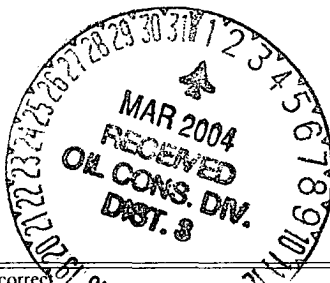
|                                                                        |                                                                                                               |
|------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------|
| 1. Type of Well                                                        | <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other |
| 2. Name of Operator                                                    | ELM RIDGE RESOURCES, INC.                                                                                     |
| 3a. Address                                                            | P. O. BOX 189<br>FARMINGTON, NM 87499                                                                         |
| 3b. Phone No. (include area code)                                      | (505) 632-3476                                                                                                |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) | SUFACE: 660' FNL & 660' FWL SEC. 11, T. 25 N., R. 13 W.<br>BHL: SAME                                          |

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

| TYPE OF SUBMISSION                                   | TYPE OF ACTION                                |                                                      |                                                    |                                         |
|------------------------------------------------------|-----------------------------------------------|------------------------------------------------------|----------------------------------------------------|-----------------------------------------|
| <input checked="" 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 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 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.)

Elm Ridge will lay a 613.53' long steel gas pipeline south to tie into an existing Elm Ridge pipeline. All pipeline construction will be on lease. Pipeline will be buried >36" deep. Pipe will be 14" O. D. with 0.188" wall thickness. Operating pressure will be <50 psi. Maximum design operating pressure is 720 psi.



cc: BLM (&amp; OCD), Elm (Dallas, Farmington), Tribe

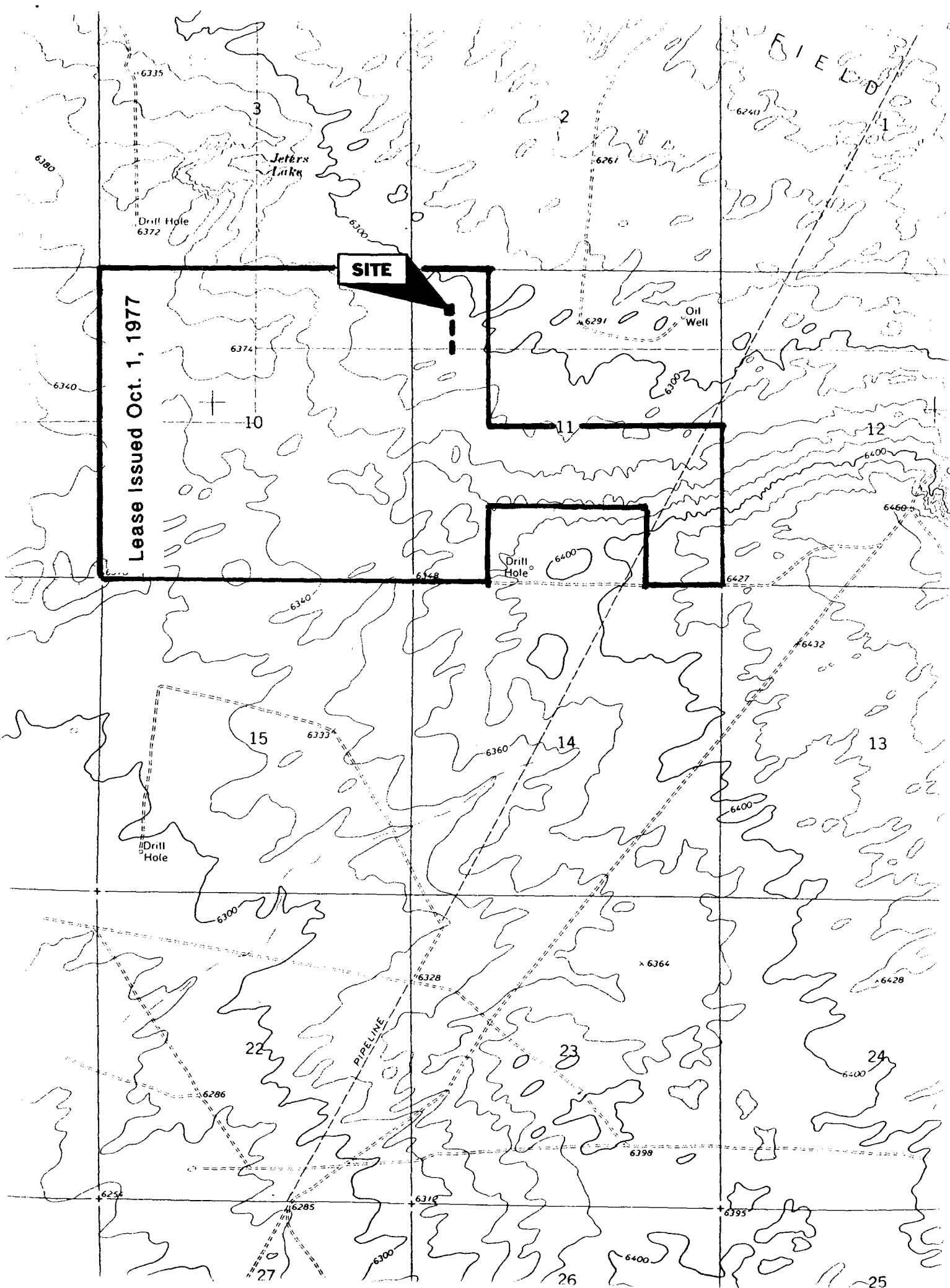
|                                                              |                           |
|--------------------------------------------------------------|---------------------------|
| 14. I hereby certify that the foregoing is true and correct. |                           |
| Name (Printed/Typed)                                         | BRIAN WOOD                |
| Signature                                                    | <i>B. Wood</i>            |
| Title                                                        | CONSULTANT (505) 466-8120 |
| Date                                                         | 1-23-04                   |

## THIS SPACE FOR FEDERAL OR STATE OFFICE USE

|                                                                                                                                                                                                                                                           |                 |        |             |      |         |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------|--------|-------------|------|---------|
| Approved by                                                                                                                                                                                                                                               | <i>Ray S...</i> | Title  | EP/ROW Team | Date | 2/26/04 |
| 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 | FFO         |      |         |

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



S 3 | S 2  
 S 10 | S 11  
 N 89° 51' 41" W (calc.)  
 2636.81 (calc.)  
 R.13 W.  
 S 2  
 S 11  
 1/4 Cor.

Basis of Bearing:  
 GPS state plane coordinates  
 rotated.



0' 200'  
 Scale 1" = 200'

- ⊕ fnd. std. GLO monument
- ◇ calculated corner
- from GLO plat of record
- survey centerline PI

S 00° 01' E  
 2640.00

(tie) N 40° 21' 19" W  
 986.98

(tie) N 25° 17' 41" W  
 1510.44

6+13.53 - EOL at  
 existing Champlin Fed. #1  
 well pad

North of fenceline  
 588.03 L.F.

N 0° 35' 12" W  
 588.03

existing pipeline

South of fenceline  
 25.50 L.F.

0+00 = BOL at  
 existing pipeline

0+25.50

N 0° 35' 12" W  
 25.50

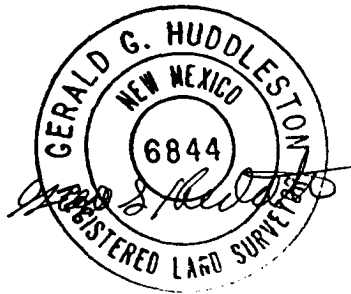
### ELM RIDGE RESOURCES

Proposed Champlin Federal #1 pipeline  
 right-of-way -

NW/4 of Section II,  
 T.25 N., R.13 W., NMPM,  
 San Juan County, New Mexico

November 2003

HUDDLESTON LAND SURVEYING  
 P.O. DRAWER KK / CORTEZ, CO 81321 / 970-565-3330



S 10 | S 11  
 1/4 Cor.  
 T.25 N.