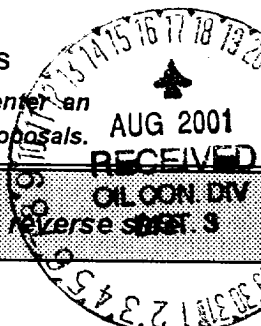


UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
SUNDRY NOTICES AND REPORTS ON WELLS

FORM APPROVED
OMB No. 1004-0135
Expires July 31, 1996

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.



5. Lease Serial No. Contract 360
6. Indian, Allottee or Tribe Name Jicarilla Tribe
7. Unit or CA/Agreement, Name and/or No.
8. Well Name and No. Bonanza #2
9. API Well No. 30-043-20498
10. Field and Pool, or Exploratory Area W. Lindrih Gallup Dakota
11. County or Parish, State Sandoval, New Mexico

1. Type of Well
☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator
Elm Ridge Resources, Inc.

3a. Address
PO Box 189 Farmington, NM 87499

3b. Phone No. (include area code)
505-632-3476

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
1850' FSL & 790' FWL
Sec. 1-T22N-R3W

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 checked="" 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 Operations (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 shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion 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 Resources, Inc. proposes to attempt a Gallup completion in the Bonanza #2 well. If successful, we will apply to commingle production from the Dakota and Gallup. We will set a RBP @ +/- 6700' and pressure test the casing to 2500 PSI with a tree saver to protect the wellhead. We propose to perforate the Gallup from 5896' - 5900', 5908'-5918' 5930'-5936', 5948'-5952', 5956'-5962', 6004'-6008', 6026'-6030', 6040'-6046' w/4 shots per foot. The perforations will be broken down and the formation fracture stimulated w/100,000 # 20/40 sand and 72,000 gals gelled fluid. We anticipate the work to begin on or before the 20th of August 2001.

Certified Return Receipt # 7000 1670 0010 0494 0582

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed) Trudy Grubelnik	Title Production Technician
Signature <i>Trudy Grubelnik</i>	Date August 13, 2001

THIS SPACE FOR FEDERAL OR STATE USE

Approved by <i>Patricia M. [Signature]</i>	Title Lands and Mineral Resources	Date AUG 15 2001
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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 18 U.S.C. Section 1001, 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.