

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

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.

RECEIVED
BLM

5. Lease Serial No.
NMSF-079162

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.
FARMINGTON, NM

8. Well Name and No.
MKL 10

9. API Well No.
30-039-06632

10. Field and Pool, or Exploratory Area
S. Blanco

11. County or Parish, State
Rio Arriba Co., NM

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
Louis Dreyfus Natural Gas Corp.

3a. Address 14000 Quail Springs Parkway
Suite 600, Oklahoma City, OK 73134

3b. Phone No. (include area code)
(405) 749-5287

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
660' FNL & 480' FWL
NW NW Sec. 7-26N-7W

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 checked="" 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 recomplete 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.)

Work commenced 7/20/98. Cleaned out open hole, deepened to 2280' w/4 3/4" bit. Spotted cmt. plug w/75 sks. Cl. H cmt. w/2% CaCl₂, 1/4# sk. cello flake. Tag cmt. @ 2040'. Drilled out plug. Ran 4" 10.46# FJ csg. to 2280'. Pumped lead 200 sks. Cl. H cmt. w/10% A-10B + 8# sk. Gilsonite + 1% CaCl₂ followed by 200 sks. Cl. H cmt. + 2% CaCl₂. Well flowing water between 5 1/2" & 4" csg. @ 1/4 gpm. Cleaned out to 2248'. Ran CBL & GSL, TOC @ 900'.

Perforated w/2 SPF 2168'-2176', 2180'-2182', 2208'-2218', 2224'-2228', 2234'-2238', total of 58 holes. Acidized w/1000 gal. 15% HCL & 120 ball sealers. Frac w/70Q N2 foam. Used 450,000 SCF N2; 99,740# 20/40 Arizona sand and 11,300# resin coated sand.

Cut hole in 5 1/2" csg. & weld 2" collar on. Tried to pump into back side of 4" csg. Pressured up to 1200# immediately & held constant pressure. Drilled out 20' of cmt. shoe joint to new PBTD of 2268'. Circulated sand out of hole.

Ran 2 3/8" tbg., landed @ 2212'. Put well on pump (2" x 1 1/4" x 7 x 10" RHAC-Z). Set pumping unit, water tank, 2 phase separator, compressor. Turned well to sales 8/12/98.

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

Name (Printed/Typed) Terry D. Bryant Title Regulatory Technician

Signature *Terry D. Bryant* Date 3/19/99

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by _____ Title _____ Date _____

Office _____

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.

ACCEPTED FOR RECORD

APR 05 1999

FARMINGTON FIELD OFFICE
BY *[Signature]*

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.