5. Lease UNITED STATES NMMM-03554 DEPARTMENT OF THE INTERIOR CEIVED BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS M 1: 287. Unit Agreement Name 6. If Indian, Allottee or Tribe Name (Do not use this form for proposals to drill or to deepen or the back to a different reservoir. Use "APPLICATION FOR PERMIT--" for such proposals) 1. Oil Well [] Gas Well [] Other [] 070 FARMIN 8. Well Name and No **GAS WELL** BREECH "C" 144 2. Name of Operator: 9. API Well No. Caulkins Oil Company 30-039-08156 3. Address of Operator: (505) 632-1544 10. Field and Pool, Exploratory Area P.O. Box 340, Bloomfield, NM 87413 **MESA VERDE** 4. Location of Well (Footage, Sec., Twp., Rge.) 11. Country or Parish, State 990' F/N 1090' F/E SEC. 12-26N-6W Rio Arriba Co., New Mexico 12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent [] Abandonment [] Change of Plans []Recompletion New Construction [X] Subsequent Report 1 4 1939 [Non-Routine Fracturing [] Plugging Back [] Casing Repair [X] Water Shut-Off [] Final Abandonment Notice Altering Casing Conversion to Injection [] Other l Dispose Water 17. Describe Proposed or Completed Operations: 11-16-98 Rigged up. Nippled up BOP. T.O.H. with 1 1/2" production tubing. T.I.H. with 2 3/8" tubing, model "C" fullbore packer and retrievable bridge plug searching for casing leak. 11-17-98 Casing tested OK above perforations. Set retrievable bridge plug at 5094' Set packer at 5065'. Pressure tested plug. Held OK. Moved packer to 4928'. 11-18-98 Loaded hole, pressure tested casing with 1500# above packer set at 4928'. Held OK Squeezed Cliff House perforations at 5032', 5014' and 5006' with 100 sacks class "H" cement plus 2% CaCl to shut off water flow. Squeezed to 3000#, no flow back. Released packer. T.O.H. (Continued on page 2) NOTE: The format is issued in lieu of U.S. BLM Form 3160-5 18. I HEREBY CERTIFY THE FOREGOING IS TRUE AND CORRECT TITLE: Superintendent DATE: Dege 11 19 11 P DFC 1 1 1998 APPROVED BY: TITLE: DATE. CONDITIONS OF APPROVAL, IF ANY FARMINGTON DISTRICT OFF''

Caulkins Oil Company BLM Sundry Notice Breech "C" 144 December 2, 1998 Page 2

11-19-98

T.I.H. with tubing and 4 3/4" bit.

Drilled out cement over squeezed perforations.

Pressure tested with 1500#. Held OK.

11-20-98

Continued out of hole with tubing and bit.

T.I.H. with retrieving head to recover retrievable bridge plug from 5094'.

Circulated hole clean to top of retrievable bridge plug.

T.O.H. with plug.

T.I.H. with 2 3/8" production tubing.

Tagged sand at 5290'.

Moved air package to location.

11-21-98

Circulated hole clean to top of retrievable bridge plug set below Mesa Verde perforations.

Landed tubing on doughnut at 5468'.

Shut well in to pressure up.

Rigged down.

Well now shut-in waiting on NMOCD C-104 approval to first deliver Mesa Verde production to sales line.