5. Lease UNITED STATES NMSF-079186 DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT 6. If Indian. Allottee or Tribe Name SUNDRY NOTICES AND REPORTS ON WELLS 7. Unit Agreement Name (Do not use this form for proposals to drill or to deepen or plug back to a different 2004 MAY 32 PH 12: 10 reservoir. Use "APPLICATION FOR PERMIT--" for such proposals) 8. Well Name and No. 1. Oil Well [] Gas Well [] Other [] BREECH GE 850 TOO. N **GAS WELL** 2. Name of Operator: 9. API Well No. 30-039-27676-00S1 **Caulkins Oil Company** 10. Field and Pool, Exploratory Area 3. Address of Operator: (505) 334-4323 **BASIN DAKOTA** 1409 W. Aztec Blvd. Ste B7, Aztec, NM 87410 4. Location of Well (Footage, Sec., Twp., Rge.) 11. Country or Parish, State 705' F/N 2270' F/W SEC. 5-26N-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 [] Abandonment [] Change of Plans [] Notice of Intent []Recompletion [] New Construction [X] Subsequent Report [] Non-Routine Fracturing [] Plugging Back [] Casing Repair [X] Water Shut-Off [] Final Abandonment Notice [] Conversion to Injection [] Altering Casing [] Other [] Dispose Water 17. Describe Proposed or Completed Operations: 5-14-04 TD at 7617' KB at 5:30 p. m. T. O. H. with drill pipe and collars. Ran openhole Induction – Density logs, TD to 372'. 5-15-04 T. I. H. with drill pipe and collars, circulated hole. T. O. H. laying down drill pipe and collars Ran new 15.5# and 17# seamless LT and C K-55 casing to 7617'. DF to 993' 17# K-55 smls LT and C. 993' to 6585' (5592') 15.5# K-55 smls LT and C. 6585' to 7617' (1032') 17# K-55 smls LT and C. Cement stage tools set at 5643' and 3645'. Centralizers at following depths: 7569', 7525', 7480', 7435', 7390', 7347', 7303', 5734', 5690', 5599', 5555', 3737', 3692', 3601', 3556', 2537', 2449', 2360', 2316', 2271', 2227', 2182', 2138', 2094'. Cement baskets at 5668' and 3714'. (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: MECEPTED FOR RECORD SIGNED: Robert I Vers ROBERT L. VEROUER JUN 1 0 2004 APPROVED BY: TITLE: DATE: CONDITIONS OF APPROVAL, IF ANY FARMINGTOM FIELD OFFICE

Caulkins Oil Company BLM Sundry Notice Breech "E" 850 May 27, 2004 Page 2

5-16-04

Cemented 5 1/2" casing in 7 7/8" hole from 7617' to surface in three stages as follows:

1st stage through shoe at 7617'

Lead slurry 316 sacks (581 cu. ft.) Class G plus 1/4 lb/sack cellflake plus 8% bwoc bentonite plus 5 lbs./sack LCM.

Tail slurry 100 sacks (118 cu. ft.) Class G plus 1/4 lb/sack celloflake.

Displaced with 51 bbls water and 130 bbls mud.

Plug down 4:16 a.m.

Circulated approximately 10 bbls of cement.

2nd stage through DV tool at 5643'

Lead slurry 414 sacks (762 cu. ft.) Class G plus 1/4 lb/sack cellflake plus 8% bwoc bentonite plus 5 lbs./sack LCM.

Tail slurry 100 sacks (118 cu. ft.) Class G plus 1/4 lb/sack celloflake.

Displaced with 51 bbls water and 83 bbls mud.

Plug down 8:02 a.m.

Circulated approximately 25 bbls of cement.

3rd stage through DV tool at 3645'

Lead slurry 388 sacks (714 cu. ft.) Class G plus 1/4 lb/sack cellflake plus 8% bwoc bentonite plus 5 lbs./sack LCM.

Tail slurry 100 sacks (118 cu. ft.) Class G plus 1/4 lb/sack celloflake.

Displaced with 87 bbls water.

Plug down at 9:20 a.m.

Circulated approximately 29 bbls of cement.