

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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.

FORM APPROVED
OMB NO. 1004-0135
Expires: November 30, 2000

5. Lease Serial No.
NMNM048576
6. If Indian, Allottee or Tribe Name
7. If Unit or CA/Agreement, Name and/or No.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other: COAL BED METHANE		8. Well Name and No. FOOTHILLS C 2	
2. Name of Operator TEXAKOMA OIL & GAS CORPORATION		9. API Well No. 30-045-31974-00-X1	
3a. Address 5400 LBJ FRWY, SUITE 500 DALLAS, TX 75240		10. Field and Pool, or Exploratory BASIN FRUITLAND COAL	
3b. Phone No. (include area code) Ph: 972.701.9106 Fax: 972.701.9058		11. County or Parish, and State SAN JUAN COUNTY, NM	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 19 T30N R12W NWNW Lot D 877FNL 1044FWL			

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 type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Well Spud
	<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.)

BLM NOTIFIED AT 1120 HOURS ON 5-8-04 OF INTENT TO SPUD. STARTED DRILLING AT 1315 HOURS ON 5-10-04. DRILLED AN 8 3/4" HOLE TO 660'. ON 5-12-04 RAN 16 JTS OF NEW 7" 20 PPF J-55 CASING TO 660' WITH CENTRALIZER ON SHOE JT AND 3 ADDITIONAL ON NEXT SIX JTS (4 TOTAL). CEMENTED CASING TO SURFACE WITH 220 SKS CLS B W/3#/SK GILSONITE W/2% CACL2 W/1/4#/SK CELLOFLAKE, DISPLACED WITH 25.2 BW, CIRC 10 B CMT TO SURFACE, BUMP PLUG WITH 600 PSIG, PD AT 2320 HOURS 5-12-04. HOLE DEVIATION 1/2 DEGREE AT 600'. WAITED ON CEMENT 8 HOURS.

14. I hereby certify that the foregoing is true and correct. Electronic Submission #33365 verified by the BLM Well Information System For TEXAKOMA OIL & GAS CORPORATION, sent to the Farmington Committed to AFMSS for processing by ADRIENNE BRUMLEY on 07/22/2004 (04AXB2942SE)	
Name (Printed/Typed) TOM SPRINKLE	Title DRILLING/COMPLETION MANAGER
Signature (Electronic Submission)	Date 07/21/2004

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By ACCEPTED		ADRIENNE BRUMLEY Title PETROLEUM ENGINEER	Date 07/22/2004
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 Farmington	

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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

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