Form 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

/	FORM APPROVED
	OM B No. 1004-0137
1	Expires: March 31, 2007

		Expires:	March	3
5.	Lease Seria	l No.		

NMSF-079065

SUNDRY NOTICES AND REPORTS ON WEAR POPULAR POP

. If Indian, Allottee or Tribe Name

abandoned well. Use Form 3160-3 (APD) for such proposals (ED				N/A
SUBMIT IN TR	PLICATE- Other insti	ructions on rever	RMINGTON N	7. If Unit or CA/Agreement, Name and/or No.
1. Type of Well Oil Well		A 34567	N/A 8. Well Name and No.	
2. Name of Operator Lance Oil &		\$ 9,000 P	FRPC 19 #2 9. APL Well No.	
3a. Address Box 70, Kirtland, NM 87417	3b. Phone No. (include 505/598-5601		30-045-32626 10. Field and Pool, or Exploratory Area	
4. Location of Well (Footage, Sec.,	100		West Kutz PC/Basin Fr. Coal	
720' FNL & 827' FWL-Section	Ver	E WAR TO BE	11. County or Parish, State San Juan County, NM	
12. CHECK AI	PPROPRIATE BOX(ES) TO	INDICATE NATUR	E OF NOTICE, RE	PORT, OR OTHER DATA
TYPE OF SUBMISSION		TYI	PE OF ACTION	
Notice of Intent Subsequent Report	Acidize Alter Casing Casing Repair	Deepen Fracture Treat New Construction	Production (Start Reclamation Recomplete	Resume) Water Shut-Off Well Integrity Other Change Cement
	Plug and Abandon	Temporarily Abar	ndon and Casing Plan	

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.)

Water Disposal

] Plug Back

Convert to Injection

Lance Oil & Gas Company, Inc. hereby requests the attached (Casing and Cement) plans be changes to conform with company drilling procedures. No other changes to the APD approved 11-17-04 are requested. This well has not been drilled.

CONDITIONS OF APPROVAL Adhere to previously issued stipulations.

See attached

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)	
Paul Lehrman	Title Sr. Landman
Signature	Date [(_ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\
THIS SPACE FOR FEDERAL	OR STATE OFFICE USE
Approved by Approved by	Title Petr. Eng Date 12 6 04
Conditions of approval, if any, are attached. Approval of this notice does not warra	nt or
certify that the applicant holds legal or equitable title to those rights in the subject le	ease Office
which would entitle the applicant to conduct operations thereon.	
mil 10 110 C C : 1001 1 mil 10 110 C C : 1010 1 : 1	6.7 77 1

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.

Final Abandonment Notice

Proposed Changes to APD Lance Oil & Gas Company F-RPC 19 #2 720' FNL & 827' FWL Section 19, T30N, R14W, NMPM San Juan County, New Mexico

FROM:

CASING AND CEMENTING PROGRAM:

Hole Size	<u>O.D.</u>	Weight (lb/ft)	<u>Grade</u>	<u>Age</u>	GL Setting Depth
8 ¾"	7"	20	K-55	New	120'
6 ¼"	4 1/2"	10.5	K-55	New	1200'

Surface casing will be cemented to surface with \approx 36 cu.ft. (\approx 30 sx) Class B + 2% CaCl. Volume is based on 100% excess, yield of 1.18 cu.ft./sk, and slurry weight of 15.6 ppg. WOC = 12 hours. Pressure test surface casing to 600 psi for 30 minutes.

Production casing hole will first be cleaned of rock chips by circulating at least 150% of hole volume with drilling fluid to surface. Thirty barrels of fresh water will then be circulated. Lead with \approx 140 cu.ft. (\approx 70 sx) Class B with 2% metasilicate (yield = 2.06 cu.ft./sk, slurry weight = 12.5 ppg). Tail in with \approx 85 cu.ft. (\approx 75 sx) Class B with 2% CaCl (yield = 1.18 cu.ft./sk, weight = 15.6 ppg). Total cement volume is \approx 225 cu.ft. based on 80% excess and circulating to surface.

Production casing will have 4 ½" cement guide shoe and self fill float collar. Float will be placed one joint above the shoe. Four centralizers will be spaced every other joint starting above the shoe. Four turbolizers will be placed every other joint starting from the top of the well.

TO:

CASING AND CEMENTING PROGRAM:

Hole Size	<u>O.D.</u>	Weight (lb/ft)	<u>Grade</u>	<u>Age</u>	GL Setting Depth
12 1/4"	8 5/8"	24	J-55	New	120'
7 7/8"	5 ½"	15.5	J-55	New	1200'

Surface casing will be cemented to surface with \approx 120 cu.ft. (\approx 100 sx) Howco Type II. Volume is based on 100% excess, yield of 1.20 cu.ft./sk, and slurry weight of 15.6 ppg. WOC = 12 hours. Pressure test surface casing to 600 psi for 30 minutes.

Production casing hole will first be cleaned of rock chips by circulating at least 150% of hole volume with drilling fluid to surface. Thirty barrels of fresh water will then be circulated. Lead with \approx 245 cu.ft. (\approx 135 sx) Howco TX1 Lightweight (yield = 1.82 cu.ft./sk, slurry weight = 12.0 ppg). Tail in with \approx 90 cu.ft. (\approx 70 sx) Howco TX 1 Lightweight (yield = 1.29 cu.ft./sk, weight = 13.5 ppg). Total cement volume is \approx 335 cu.ft. based on 50% excess and circulating to surface.

Production casing will have 5 ½" cement guide shoe and self fill float collar. Float will be placed one joint above the shoe. Six centralizers will be spaced every other joint starting above the shoe. Six turbolizers will be placed every other joint starting from the top of the well.