

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires: January 31, 2004

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.

5. Lease Serial No.

NM-43756 23038

6. If Indian, Allottee or Tribe Name

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

2 14

8. Well Name and No.

Price Federal #1 (E-34)

9. API Well No.

30-039-29249

10. Field and Pool, or Exploratory Area

Basin Fruitland/Gavilan PC

11. County or Parish, State

Rio Arriba, New Mexico

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 <u>New drill</u>
	<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	

3. 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 recompleate 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 recompleation 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.)

11/30/04 MIRU American Drilling Co. Drilled 7-7/8" hole to 3484'.

12/17/04 Ran and landed 88 joints, 3494' 5-1/2" 15.5#/foot J-55 casing at 3482', float shoe at 3484', insert float collar at 3442', external pkr DV tool at 3242', centralizers at 3464', 3403', 3363', 3322', 3281', reciprocating wall scratchers at 3463', 3423', 3380', 3340, 3300'. Circulate hole for 2 hours with rig pump, good returns. RU Halliburton, cement 1st stage with 55 sks 50/50 poz-2% gel-.2% Halad 344-5# Phenoseal. Pressured csg to 700 psi to set external csg pkr, pressured to 1100 psi to open DV Tool, cement second stage with 650 sks 65/35 poz-6% gel-2%CC-5# Gilsonite-1/4# Flocele. 1st stage preceded by 20 bbls mud wash. Circulated approximately 65 bbls cement to surface. Plug down at 9:55 AM 12/17/04.

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Steve Owen

Title Production Manager

Signature

Steve Owen

Date January 7, 2005

ACCEPTED FOR RECORD

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by (Signature)

Name
(Printed/Typed)

Title

JAN 21 2005

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 FIELD OFFICE
BY *[Signature]*

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.

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RECEIVED