Form 3160-5 (September 2001)

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

| 5. | Lease Serial No. |
|----|------------------|
|    | NINGSTRA 101EE   |

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

| SUNDRY NOTICES AND  | NMNM-101552   |  |                 |                               |                   |
|---|---|--|-----------------|-------------------------------|-------------------|
| Do not use this form for proposabandoned well. Use Form 3160  | 6. If Indian, A   | llottee or Tribe Nar   | me              |                               |                   |
| SUBMIT IN TRIPLICATE- Other   | r instructions on reve  | orse side R  | 7. If Unit or C | A/Agreement, Nam              | ne and/or No.     |
| 1. Type of Well Gas Well G  | Other   | MAY 20   | 8. Well Name    | and No.                       |                   |
| 2. Name of Operator Lance Oil & Gas Company, Inc.   | m 0 m   | 2005   | WF Federal 1 #2 |                               |                   |
| 3a. Address   | 3b. Phone No. (inclu  | Champa and Ships   | 30-045-32       |                               |                   |
| P. O. Box 70, Kirtland, NM 87417  | 505-598-5601  | 10. Field and Pool, or Exploratory Area                                      |                 |                               |                   |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Descr   | iption)   | 22   |                 | itland Coal/Har               | per Hill PC       |
| 1200' FNL & 1835' FWL<br>Section 1, T30N-R14W   |   | 11. County or Parish, State San Juan County, NM                              |                 |                               |                   |
| 12. CHECK APPROPRIATE BOX(E   | S) TO INDICATE NATU   | JRE OF NOTICE, R   | EPORT, OR C     | OTHER DATA                    |                   |
| TYPE OF SUBMISSION  | YPE OF ACTION   |  |                 |                               |                   |
| Notice of Intent Acidize Alter Casing   | Deepen Fracture Treat   | Production (Sta  | rt/Resume)      | Water Shut-Off Well Integrity |                   |
| Subsequent Report Casing Repair   | New Construction  |  | <u>نا</u> .     | ✓ Other Spud &                | Csg Sundry        |
| Final Abandonment Notice Change Plans Convert to Injection  | on Plug and Abandon Plug Back   | Temporarily Ab Water Disposal  | andon           |                               |                   |
| determined that the site is ready for final inspection.)  1/12/2005 MIRU American Drilling Rig #2.  1/13/2005 Spud well @ 6:00 p.m., drill new 12-1/-  1/14/2005 Circ hole. PU & run 3 jts 8-5/8" 24# J-  15.6 ppg, 26 bbls slurry volume, 7 bbls cmt back  1/15/2005 NU BOP, PT BOP, PT blind and pipe 1  7/8" hole to 497'.  1/16/2005 Drill to 1803'. Circ & condition hole.  1/17/2005 Run WL logs. RIH to 1782' and wash t  1/18/2005 Run 43 jts 5-1/2" 15.5 J-55 csg, set @ 1 | 55 STC surf csg, land @ 14 to pit. WOC 6 hrs. rams to 250 low, 2000 psi hito bottom. Drill to 1834', TI | 0'. Mix & pump 125 sx<br>gh, csg shoe to 600 psi,<br>O. Circ & condition hol | OK. Tag cmt     | @ 90', drill cmt t            | to 140'. Drill 7- |
| Rig released 1/18/2005 @ 1:30 p.m.  |   | •  | •               |                               |                   |
|   |   |  |                 | NOS MAY                       |                   |
| 14. I hereby certify that the foregoing is true and correct   | t   |  | 3               | - <del>D</del>                |                   |
| Name (Printed/Typed)  Jo Becksted   | Title   | Compliance Administr   | rator 🦃         |                               |                   |
| Signature D Blekshad  | Date  | 0  | 5/04/2005 AC    |                               | R RECORI          |
| THIS SPACE  | FOR FEDERAL OR  | STATE OFFICE   |                 | 7.11                          |                   |
| j.  |   | T:A-   |                 |                               | 2005              |
| Approved by  Conditions of approval, if any, are attached. Approval of this   | s notice does not warrant or  | Title  | Dat             | e<br>Armingtum P              | TELU OFFICE       |
| certify that the applicant holds legal or equitable title to those which would entitle the applicant to conduct operations there  | rights in the subject lease   | Office   |                 | BY AB                         |                   |

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 anymatter within its jurisdiction. (Instructions on page 2)