Form 3160-5 (September 2001)

Notice of Intent

✓ Subsequent Report

determined that the site is ready for final inspection.)

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

FORM .	APPROVED
	o. 1004-0135
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	OM B No. 1004-0135 Expires: January 31, 20
Lease Seri	al No

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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.

Acidize

Alter Casing

Casing Repair

Change Plans

14 - 20 - 603 - 2198 If Indian, Allottee or Tribe Name

Water Shut-Off

✓ Other Spud & Csg Sundry

Well Integrity

Production (Start/Resume)

Temporarily Abandon

Reclamation

Recomplete

SUBMIT IN TRIPLICATE- Oth	er instructions on reverse side. ARM	7. If Unit or CA/Agreement, Name and/or No.	
1. Type of Well Gas Well	Other	N / A  8. Well Name and No.	
2. Name of Operator Lance Oil & Gas Company, Inc.		NV Navajo 13 #4  9. API Well No.	
3a. Address P. O. Box 70, Kirtland, NM 87417	3b. Phone No. (Include area code)	30 - 045 - 31422 10. Field and Pool, or Exploratory Area	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)		W. Kutz PC / Basin Fruitland Coal	
725' FSL & 1,940' FEL Section 13, T29N - R14W, NMPM	JUN 2005 %	11. County or Parish, State  San Juan County, NM	
12. CHECK APPROPRIATE BOX	(es) to indicate nature of nonce,	REPORT, OR OTHER DATA	
TYPE OF SUBMISSION	TYPÈ OF ACTION		

Final Abandonment Notice Convert to Injection Plug Back 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 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

New Construction

Plug and Abandon

The NV Navajo 13 #4 was spud at 03:00 hrs, 05/19/05. Drill 12-1/4" hole down to casing point at 236' KB. Circulate and condition hole. TOOH. Run 5 joints 8-5/8", 24 ppf, J-55, ST&C and land casing at 234' KB. Cement 8-5/8" casing with 115 sxs Halliburton PBR II cement containing 1/4 #/sx flocele and 5 #/sx gilsonite (Weight - 13.5 ppg, Yield - 1.81 ft3/sx and Water - 8.86 gals/sx). Displace cement with 12.1 bbls fresh water. Bumped plug to 290 psig at 14:30 hrs, 05/19/05. Plug held. Circulate 14 bbls cement to surface. WOC - 5 hrs. NU WH and BOP's.

Pressure test BOP's, blind rams and pipe rams to 250 psig (low) and 2,000 psig (high). Pressure test casing shoe to 600 psig. Pressure tests -Good. Tag cement at 170' KB. Drill cement to 236' KB. Drill new 7-7/8" hole to total depth on 05/20/05. Driller's TD - 1,150' KB. No openhole logs obtained. Circ and cond hole. TOOH. Run 27 joints 5-1/2", 15.5 ppf, J-55, LT&C and land casing at 1,144' KB.

Cement 5-1/2" casing with 135 sxs as follows: Lead - 80 sxs Halliburton Type III containing 2% Econolite, 2% calseal, 6% BWC salt, 0.3% versaset, 4 #/sx flocele, 5#/sx gilsonite and 0.1% Super CBL (Weight - 12.0 ppg, Yield - 2.55 ft3/sx and Water - 14.4 gals/sx). Tail - 55 sxs Halliburton Type III containing 2% Econolite, 2% calseal, 6%BWC salt, 0.3% versaset, ¼ #/sx flocele, 5 #/sx gilsonite and 0.1% Super CBL (Weight - 13.0 ppg, Yield - 2.00 ft3/sx and Water - 10.31 gals/sx).

Displaced cement with 26.2 bbls fresh water. Full returns throughout. Bumped plug to 1,330 psig at 20:45 hrs, 05/21/05. Plug held. Circulated 5 bbls cement to surface. Rig released at 05:000 hrs, 05/21/05.

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)			
Thomas M. Erwin, P.E.	Title Senior Production Engineer		
Signature Thomas Ma Srwin	Date	05/24/2005	ACCEPTED FOR RECORL
THIS SPACE FOR FEDERAL	OR STATE	OFFICE USE	
Approved by	Title	<del></del>	МАҮ 3 1 2005 Date
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.			FAHMINGIUM FIELD OFFICE

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.