Form 3160-5 (September 2001)

## **UNITED STATES** DEPARTMENT OF THE INTERIOR

BUREAU OF LAND	MANAGEMENT

5.	Lease	Serial No.	
	14-2	0-603-2172	

FORM APPROVED

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

D	};	5. Lease Senai No.		
	NOTICES AND REP			14-20-603-2172
Do not use the	is form for proposals to	o drill or to re-en	ici ali	5. If Indian, Allottee or Tribe Name
abandoned we	II. Use Form 3160-3 (A	(III) JUL LL	osals. 8 57	Navajo
SUBMIT IN TRI	PLICATE- Other instr	uctions on revers	e side.	7. If Unit or CA/Agreement, Name and/or No. 34155
1. Type of Well Oil Well	Gas Well Other	070 FARM	INGTON NM-	8. Well Name and No.
2. Name of Operator Lance Oil &	Cas Compony Inc			NV Patricia 26 #2
		1	N /3 / / /	9. API Well No. 30-045-31436
3a. Address P. O. Box 70, Kirtland	I. NM 87417	3b. Phone No. (include a 505-598-5601	24	10. Field and Pool, or Exploratory Area
4. Location of Well (Footage, Sec., 7	JUL non	BA. Fruitland Coal & West Kutz PC		
, -	. " //://a == ==	11. County or Parish, State		
1905' FNL & 1600' FWL - Sec	tion 26, Unit F, 129N-R14W,			San Juan County, NM
12. CHECK AF	PROPRIATE BOX(ES) TO	INDICATE NATURE	OF NOTICE, RE	PORT, OR OTHER DATA
TYPE OF SUBMISSION		TYPI	E OF ACTION	
	Acidize	Deepen	Production (Start	Resume) Water Shut-Off
✓ Notice of Intent	Alter Casing	Fracture Treat	Reclamation	Well Integrity
Subsequent Report	Casing Repair	New Construction	Recomplete	Other to edit APD
	Change Plans	Plug and Abandon	Temporarily Abar	ndon
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 determined that the site is ready for final inspection.)

Operator Lance Oil & Gas Company Inc. respectfully requests the following changes in the Application to Drill on this well.

In the APD approved July 16, 2004, under Item 4, "Casing & Cement", the hole size is indicated as 8-3/4", 7" OD Surface Casing, and 6-1/4" hole, 4-1/2" OD Production Casing. However, to conform to Lance Oil & Gas Company, Inc.'s drilling procedures, operator wishes to drill a 12-1/4" surface casing hole to set 8-5/8" 24# J-55 surface casing, and drill a 7-7/8" hole to set 5-1/2" 15.5# production casing. The cementing volume will be increased accordingly. "Waiting on Cement" time will be as per cementing company recommendation, but will in no event be

Therefore, Operator, Lance Oil & Gas Company, Inc. respectfully requests that the APD be amended to drill a 12-1/4" surface hole, set 8-5/8" 24# J-55 surface casing, drill a 7-7/8" production casing hole and set 5-1/2" 15.5# production casing and increase the cement volume accordingly.

No other changes to the original APD are requested at this time.

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 M. Sim abole	Date 07/15/2005				
THIS SPACE FOR FEDERAL OR STATE OFFICE USE					
Approved by Oselar Brinley	Title Pet. Eng Date 7/25/05				
Conditions of approval, if any, are attached. Approval of this notice bees not warrancertify that the applicant holds legal or equitable title to those rights in the subject lewhich would entitle the applicant to conduct operations thereon.					

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.