

When submitting this form to the BLM. Send a copy of this form to the NMOCD also.
 All wells are subject to applicable rules and regulations of the PERMITTED STATE AGENCY.

Form 3160-5
 (September 2001)

UNITED STATES
 DEPARTMENT OF THE INTERIOR
 BUREAU OF LAND MANAGEMENT

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.

SUBMIT IN TRIPLICATE - Other Instructions on reverse side

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

5. Lease Serial No. 00114
 6. If Indian, Allottee, or Tribe Name
 7. If Unit or CA Agreement Designation
 8. Well Name and No. CAIN FEDERAL #3
 9. API Well No. 30-045-32605
 10. Field and Pool, or Exploratory Area
BASIN DK/BLANCO MV
 11. County or Parish, State
SAN JUAN

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
PATINA SAN JUAN, INC.

3a. Address 5802 US Highway 64 Farmington, NM 87401
 3b. Phone No. (include area code) 505-632-8056

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
945' FSL 1945' FEL SEC 25 T31N R13W NMPM

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|--|--|---|--|--|
| <input checked="" 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 type="checkbox"/> Subsequent Report | <input type="checkbox"/> Altering 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 |
| | <input checked="" type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and abandon | <input type="checkbox"/> Temporarily Abandon | Movement of well bore due to presence of Aztec Gilia and Brack's Cactus on well pad. |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug back | <input type="checkbox"/> 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 or pertinent markers and sands. Attach the Bond under which the work will be performed or provide the Bond No. on file with the 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 Notice 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.)

NOTICE OF MOVEMENT OF PAD BY 50' TO NORTH TO PROVIDE CONSTRUCTION ZONE ON SOUTH OF PAD AND REDUCE CUT FROM 26' ON SOUTHWEST EDGE OF PAD.
VERBAL PERMISSION FROM SCOTT HALL 3/31/05.

Originally submitted 4/1/05

14. I hereby certify that the foregoing is true and correct.
 Name (Printed/ Typed) JEAN M. MUSE Title REGULATORY/ENGINEERING TECHNICIAN

Signature [Signature] Date July 19, 2005

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

ACCEPTED FOR RECORD

Approved by [Signature] Title _____ Date JUL 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

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 any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

NMOCD

District I
PO Box 1980, Hobbs, NM 88241-1980

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised February 21, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

District II
PO Drawer 00, Artesia, NM 88211-0719

OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504-2088

District III
1000 Rio Brazos Rd., Aztec, NM 87410

District IV
PO Box 2088, Santa Fe, NM 87504-2088

RECEIVED
070 FARMINGTON LN
JUL 15 2005

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | | | | |
|-------------------|--|------------------------|--|-----------------------------|--|
| *API Number | | *Pool Code | | *Pool Name | |
| 72319-71599-71629 | | BLANCO MESAVERDE-BASIN | | DAKOTA-BASIN FRUITLAND COAL | |
| *Property Code | | *Property Name | | *Well Number | |
| | | CAIN FEDERAL | | 3 | |
| *GRID No. | | *Operator Name | | *Elevation | |
| 1/3252 | | PATINA SAN JUAN, INC. | | 5935 | |

¹⁰ Surface Location

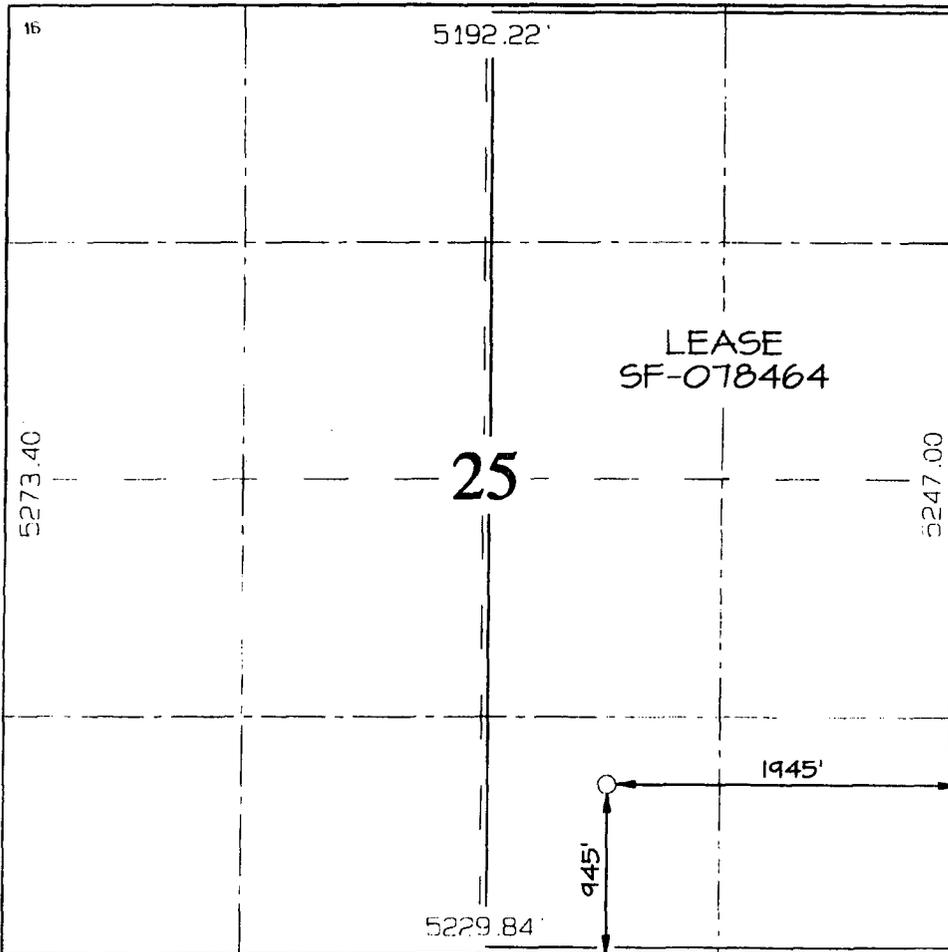
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|----------|
| 0 | 25 | 31N | 13W | | 945 | SOUTH | 1945 | EAST | SAN JUAN |

¹¹ Bottom Hole Location If Different From Surface

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| | | | | | | | | | |

| | | | |
|-------------------------------|-------------------------------|----------------------------------|-------------------------|
| ¹² Dedicated Acres | ¹³ Joint or Infill | ¹⁴ Consolidation Code | ¹⁵ Order No. |
| 320.0 Acres - (F/2) | | | |

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



¹⁷ OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Signature

Printed Name

Title

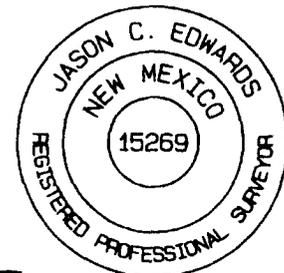
Date

¹⁸ SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Date Revised: APRIL 1, 2005
Survey Date: DECEMBER 3, 2004

Signature and Seal of Professional Surveyor



JASON C. EDWARDS
Certificate Number 15269